KCCO Name/Index Details

21023/2002

Plaintiff: COMMUNITY PRESERVATION CORPORATION

Plaintiff Attorney: CERTILMAN

Defendant: 1974 REALTY ASSOCIATES ET AL

Defendant Attorney:

Remarks: TP #76247/03 Opened: 05/28/2002 Type: Foreclosure

Filed	Actions	Rec. Room
05/28/2002	Notice of pendency	07/02/2002
05/28/2002	Summ. & compl.	05/29/2002
07/29/2002	Affidavit of serv.	08/02/2002
08/06/2002	Notice of pendency	08/22/2002
08/27/2002	Req. judical interven, fee paid	08/28/2002
09/16/2002	Order appointing referee & amendment etc.,affrm.	09/23/2002
10/01/2002	Copy ord. notice entry, afft.svc.	10/07/2002
10/16/2002	Order appointing temporary receiver etc affms	10/23/2002
12/04/2002	Order deleting Barbara Odwak Esq as Temporary Receiver of rents etc	12/11/2002
	Notice of appearance and stipulation adding party defendant	01/07/2003
05/19/2003	Order to show cause , (marked off)	06/11/2003
11/18/2003	Motion Support FEE PD. PLNTF.	11/18/2003
11/26/2003	Third party summ. & compl. #76247/03	11/28/2003
12/10/2003	Notice of return	12/18/2003
12/11/2003	Motion Support FEE PAID - PLNTF	12/18/2003
	Affidavit of serv. 2	12/31/2003
12/24/2003	Answer to third party complaint	12/31/2003
01/14/2004	Cross Motions Coverpage fee pd FEE PD. PLNTF.	01/15/2004
02/13/2004	Motion papers withdrawn, oath, copy papers	02/17/2004
04/15/2004	Order movant's motion to intervene is denied etc motps,affms,affts,memo of law	04/29/2004
10/28/2004	Affidavit of serv.	11/03/2004
02/14/2005	MOTION COVERPAGE FEE PAID	02/15/2005
04/25/2005	Order to Show Cause Coverpage FEE PAID-DEFT	04/26/2005
05/03/2005	Order plfs motion for a judgment of foreclosure and sale is hereby adjouned to 7/3/05 final against the deft, deft is to serve counsel for plf with oppostion to the motion no later than 5/13/05, etc.	05/10/2005
05/20/2005	Cross Motions Coverpage fee pd fee pd. deft.	05/23/2005

	Cross Motions Coverpage fee pd fee pd. deft.	05/23/2005
05/24/2005	Affidavit of serv.	05/26/2005
06/07/2005	Order motion by pltf. for a judgment of foreclosure & sale & deft. x-motion to rismiss the compl. are adjourned to 6/17/05 for oral argument etc.,ord.to show cause,affrm.affit.	06/13/2005
06/09/2005	Notice appeal/radi, copy ord, afft svc, fee paid	06/16/2005
07/11/2005	Motion papers withdrawn (crossmotion)	07/12/2005
07/11/2005	Motion papers withdrawn (cross motion)	07/12/2005
07/11/2005	Affirmation in opposition	07/12/2005
07/11/2005	Reply	07/13/2005
07/11/2005	Motion papers	07/12/2005
	Notice of pendency	11/14/2007
	consent to change attorney.	04/29/2008
	MOTION COVERPAGE FEE PD. PLNTF.	06/26/2009
07/31/2009		10/08/2009
	MOTION COVERPAGE FEE PD .DEFT.	08/26/2009
09/18/2009	MOTION COVERPAGE FEE PD AMEND. PLNTF.	10/07/2009
10/14/2009	MOTION COVERPAGE FEE PAID	10/20/2009
10/28/2009	Motion papers withdrawn	11/30/2009
12/11/2009	Motion papers withdrawn , Affirm in Opp.	12/14/2009
12/23/2009	Decision and order dated 12/16/09	01/06/2010
01/08/2010		02/01/2010
02/08/2010		02/08/2010
03/29/2010		04/02/2010
05/06/2010		05/07/2010

Total Row Count in Report- 48

Case 1:10-cv-04381-PAC	Document 6	Filed 05/14/2010	Page 3 of 123
SUPREME COURT OF THE STATE COUNTY OF KINGS	E OF NEW YORK		
		X	
THE COMMUNITY PRESERVATION	ON CORPORATIO	ON,	
	Plaintiff	Index No.	21023/02
against		NOTICE (OF ENTRY
1974 REALTY ASSOCIATES		<u></u> .	
	Defendants		
		X	
SIRS:			
PLEASE TAKE NOTICE, that the w the within named court on September		of a decision and order	r duly entered in the office of
Dated: East Meadow, New York 28th day of September 2002			
	YOURS	, etc.	and the second s
	CERTIL	MAN BALIN ADLER	& HYMAN, LLP
	By:	Sue JOSE J. BERGMAN	myun-
	Attorney	for Plaintiff	4
		ick Avenue adow, New York 11554	1
	(516) 29		•
	File Nun	nber: 30460.0071	
TO:			
1974 REALTY ASSOCIATES 1775 BROADWAY, SUITE 426			
NEW YORK, NEW YORK			
ALL DEFENDANTS WERE SERVE	ED WITH NOTICE	E OF	

ENTRY

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS

THE COMMUNITY PRESERVATION CORPORATION,

Plaintiff,

INDEX NO. 2/023/03 Date of Filing:

-against-

1974 REALTY ASSOCIATES

SUMMONS
Plaintiff
designates
KINGS
County as the
place of trial

Premises: 1974 51ST STREET, BROOKLYN, New York

"JOHN DOE #1" through "JOHN DOE #12," the last twelve names being fictitious and unknown to plaintiff, the persons or parties intended being the tenants, occupants, persons or corporations, if any, having or claiming an interest in or lien upon the premises, described in the complaint,

Venue is based upon County in which premises are situated

Defendant(s).

To the above named Defendants

YOU ARE HEREBY SUMMONED to answer the complaint in this action and to serve a copy of your answer, or, if the complaint is not served with this summons, to serve a notice of appearance on the Plaintiff's Attorney within 20 days after the service of this summons, exclusive of the day of service (or within 30 days after the service is complete if this summons is not personally delivered to you within the State of New York); and in case of your failure to appear or answer, judgment will

be taken against you by default for the relief demanded in the complaint.

Dated:

East Meadow, New York

May 17, 2002

CERTILMAN BALIN ADLER & HYMAN, LLP Attorneys for Plaintiff 90 Merrick Avenue East Meadow, New York 11554 (516) 296-7100

By: Susan X Wettaller SUSAN L. MCWALTERS

Our File No.: 30460.0071

We may be considered to be acting as a "debt collector" to collect amounts owing to the creditor. Any information obtained by us from you or about you will be used for that purpose.

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS

THE COMMUNITY PRESERVATION CORPORATION,

INDEX NO.

Plaintiff,

Date of Filing:

-against-

COMPLAINT FOR FORECLOSURE OF A MORTGAGE

1974 REALTY ASSOCIATES

the second section of the second section is a second section of

"JOHN DOE #1" through "JOHN DOE #12," the last twelve names being fictitious and unknown to plaintiff, the persons or parties intended being the tenants, occupants, persons or corporations, if any, having or claiming an interest in or lien upon the premises, described in the complaint,

Defendant(s).

Plaintiff, by its attorneys, CERTILMAN BALIN ADLER & HYMAN, LLP, complaining of defendant(s), respectfully alleges upon information and belief as follows:

FIRST: Plaintiff is a corporation organized and existing under and by virtue of the laws of the STATE OF NEW YORK.

AS AND FOR A FIRST CAUSE OF ACTION

SECOND: On or about the following date, the following named obligor(s), for the purpose of evidencing an indebtedness in the following amount and interest, duly executed,

acknowledged and delivered to the following named obligee the following instrument:

INSTRUMENT: NOTE

DATE: November 24, 1987

OBLIGOR: 1974 REALTY ASSOCIATES

OBLIGEE: THE COMMUNITY PRESERVATION CORPORATION

AMOUNT: ONE HUNDRED SIXTY FIVE THOUSAND DOLLARS AND ZERO CENTS (\$165,000.00)

THIRD: For the purpose of securing payment for the said indebtedness, as more fully set forth in said instrument, the said obligor(s), as mortgagor(s), on or about said date executed, acknowledged and delivered to said obligee, as mortgagee, a certain mortgage, wherein and whereby said obligor(s), as mortgagor(s), mortgaged to said obligee, as mortgagee, certain real property, which mortgaged premises are more particularly described in said mortgage.

FOURTH: Said mortgage contains express covenants in substance as follows:

- (a) The mortgagor(s) shall pay principal and interest on time to the mortgagee together with any prepayment and late charges due pursuant to the note.
- (b) The mortgagor(s) shall obtain and maintain hazard insurance to cover all buildings and other improvements upon the mortgaged premises.

- (c) In the event of default by the mortgagor(s) in the payment of any amount owed to the mortgagee for principal and interest when due, the entire unpaid balance shall become due at the option of the mortgagee without further notice or demand for payment.
- (d) In the event of a foreclosure, the mortgagee shall be entitled to the appointment of a receiver.
- (e) That the mortgagor(s) will pay all taxes, assessments, sewer rates or water rates and in default thereof, the mortgagee may pay the same.

FIFTH: Said mortgage was duly recorded as follows in the office for the recording of mortgages in the county in which said mortgaged premises were then and are now situated, and the recording data (and section, block and lot indexing where applicable) is as follows:

RECORDED IN OFFICE OF: CITY REGISTER of the County of KINGS DATE OF RECORDING: January 04, 1988

BOOK, LIBER, REEL OR VOLUME & PAGE: Reel 2149, Page 2048

SECTION, BLOCK & LOT IN WHICH INDEXED: SECTION 17 BLOCK 5469

LOT 35

SIXTH: Any applicable recording tax was duly paid at the time of recording said last mentioned mortgage.

SEVENTH: On or about February 3, 1999 a letter agreement was entered into by and between THE COMMUNITY

PRESERVATION CORPORATION and 1974 REALTY ASSOCIATES, which agreement extended the time for defendant, 1974 REALTY ASSOCIATES to convert the aforementioned mortgage to permanent financing to April 1, 1999.

EIGHTH: Plaintiff is the owner and holder of said note and mortgage.

NINTH: The defendant has failed to comply with the terms and provisions of the said mortgage, said instrument(s) secured by said mortgage and said letter agreement, by failing to satisfy all of the terms requirements and conditions necessary for conversion to permanent financing by April 1, 1999.

TENTH: The default has continued beyond any applicable grace period set forth in the mortgage, and by reason thereof, plaintiff has elected and hereby elects to declare immediately due and payable the entire unpaid balance of principal, which balance has in any event matured by its own terms.

ELEVENTH: The following amounts are now due and owing on said mortgage and the said instrument secured by said mortgage, no part of any of which has been paid although duly demanded:

ENTIRE PRINCIPAL BALANCE: \$160,420.03

INTEREST THEREON FROM: April 1, 2002

AT THE VARIABLE RATE OF: 6.75%

DEFAULT INTEREST THEREON FROM March 1, 2001

AS AND FOR A SECOND CAUSE OF ACTION

TWELFTH: On or about the following date, the following named obligor(s), for the purpose of evidencing an indebtedness in the following amount and interest, duly executed, acknowledged and delivered to the following named obligee the following instrument:

INSTRUMENT: NOTE

DATE: November 24, 1987

OBLIGOR: 1974 REALTY ASSOCIATES

OBLIGEE: THE COMMUNITY PRESERVATION CORPORATION

AMOUNT: ONE MILLION FOUR HUNDRED SEVENTY FIVE THOUSAND DOLLARS

AND ZERO CENTS (\$1,475,000.00)

THIRTEENTH: For the purpose of securing payment for the said indebtedness, as more fully set forth in said instrument, the said obligor(s), as mortgagor(s), on or about said date executed, acknowledged and delivered to said obligee, as mortgagee, a certain mortgage, wherein and whereby said obligor(s), as mortgagor(s), mortgaged to said obligee, as mortgagee, certain real property, which mortgaged premises are more particularly described in said mortgage.

DATE OF RECORDING: January 04, 1988

BOOK, LIBER, REEL OR VOLUME & PAGE: Reel 2149, Page 2002

SECTION, BLOCK & LOT IN WHICH INDEXED: SECTION 17 BLOCK 5469

LOT 35

SIXTEENTH: Any applicable recording tax was duly paid at the time of recording said last mentioned mortgage.

SEVENTEENTH: On or about February 3, 1999 a letter agreement was entered into by and between THE COMMUNITY PRESERVATION CORPORATION and 1974 REALTY ASSOCIATES, which agreement extended the time for defendant, 1974 REALTY ASSOCIATES to convert the aforementioned mortgage to permanent financing to April 1, 1999.

EIGHTEENTH: Plaintiff is the owner and holder of said note and mortgage.

NINETEENTH: The defendant has failed to comply with the terms and provisions of the said mortgage, said instrument(s) secured by said mortgage and said letter agreement, by failing to satisfy all of the terms requirements and conditions necessary for conversion to permanent financing by April 1, 1999.

TWENTIETH: The default has continued beyond any applicable grace period set forth in the mortgage, and by reason thereof, plaintiff has elected and hereby elects to declare immediately due and payable the entire unpaid balance of

principal, which balance has in any event matured by its own

TWENTY-FIRST: The following amounts are now due and owing on said mortgage and the said instrument secured by said mortgage, no part of any of which has been paid although duly demanded:

ENTIRE PRINCIPAL BALANCE: \$1,434,291,97

INTEREST THEREON FROM: April 01, 2002

AT THE VARIABLE RATE OF: 6.75%

terms.

DEFAULT INTEREST THEREON FROM MARCH 1, 2001

TWENTY-SECOND: Each of the above-named defendant(s) has or claims to have or may claim to have some interest in or lien upon said mortgaged premises or some part thereof, which interest or lien, if any, has accrued subsequent to and is subject and subordinate to the lien of said mortgage.

TWENTY-THIRD: No other action or proceeding has been commenced or maintained or is now pending at law or otherwise for the foreclosure of said mortgage or for recovery of the said sum secured by said instrument and mortgage or any part thereof.

TWENTY-FOURTH: The plaintiff requests that in the event that this action will proceed to judgment of foreclosure and sale, said premises should be sold subject to the following:

- (a) Any state of facts that an inspection of the premises would disclose.
- (b) Any state of facts that an accurate survey of the premises would show.
- (c) Covenants, restrictions, easements and public utility agreements of record, if any.
- (d) Building and zoning ordinances of the municipality in which the mortgaged premises are located and possible violations of same.
- (e) Any equity of redemption of the United States of America to redeem the premises within 120 days from date of sale.
- (f) Prior mortgage lien(s) of record, if any, and any advances and arrears thereunder.
 - (g) Prior lien(s) of record, if any.
- (h) Real estate transfer taxes which shall be paid by any third party purchaser at the foreclosure sale.

TWENTY-FIFTH: Any defendant captioned as a corporation is a New York corporation.

TWENTY-SIXTH: In the event that plaintiff possesses any other lien(s) against said mortgaged premises either by way of judgment, junior mortgage or otherwise, plaintiff requests that such other lien(s) shall not be merged in plaintiff's cause(s) of action set forth in this complaint but that

plaintiff shall be permitted to enforce said other lien(s) and/or seek determination of priority thereof in any independent action(s) or proceeding(s), including, without limitation, any surplus money proceedings.

TWENTY-SEVENTH: The plaintiff shall not be deemed to have waived, altered, released or changed the election hereinbefore made, by reason of any payment after the commencement of this action, of any or all of the defaults mentioned herein, and such election shall continue and remain effective.

wherefore, the plaintiff demands judgment on its First and Second Causes of Action that the defendant(s) and each of them and all persons claiming under them or any of them, subsequent to the commencement of this action and the filing of a notice of pendency thereof, be barred and foreclosed of and from all estate, right, title, interest, claim, lien and equity of redemption of, in and to the said mortgaged premises and each and every part and parcel thereof; that the said premises may be decreed to be sold, according to law, in "as is" physical order and condition, subject to the items set forth in Paragraph TWENTY-FOURTH of this complaint; that the monies arising from the sale thereof may be brought into Court; that the plaintiff may be paid the amount due on the note and mortgage as hereinbefore set forth, with interest and late charges to the



time of such payment and the expenses of such sale, plus reasonable attorney's fees, together with the costs, allowances and disbursements of this action, and together with any sums incurred by plaintiff pursuant to any term or provision of the note and mortgage set forth in this complaint, or to protect the lien of plaintiff's mortgage, together with interest upon said sums from the dates of the respective payments and advances thereof, so far as the amount of such monies properly applicable thereto will pay the same; that this Court forthwith appoint a receiver of the rents and profits of said premises, during the pendency of this action with the usual powers and duties; and that the defendant(s) 1974 REALTY ASSOCIATES may be adjudged to pay the whole residue, or so much thereof as the Court may determine to be just and equitable, of the debt remaining unsatisfied after a sale of the mortgaged premises and the application of the proceeds pursuant to the directions contained in such judgment, and that in the event that plaintiff possesses any other lien(s) against said mortgaged premises either by way of judgment, junior mortgage or otherwise, plaintiff requests that such other lien(s) shall not be merged in plaintiff's cause(s) of action set forth in this complaint but that plaintiff shall be permitted to enforce said other lien(s) and/or seek determination of priority thereof in any independent action(s) or proceeding(s), including, without limitation, any

surplus money proceedings, and that the plaintiff may have such other and further relief, or both in the premises, as may be just and equitable.

Dated:

East Meadow, New York

May 17, 2002

CERTILMAN BALIN ADLER & HYMAN, LLP Attorneys for Plaintiff 90 Merrick Avenue East Meadow, New York 11554 (516) 296-7100

By: Susan Mount TERS

SUSAN L. MCWALTERS

Our File No.: 30460.0071

SUPREME COURT OF THE STATE OF NEW Y		Index No.	Year					
THE COMMUNITY PRESERVATION CORPORAT	ION,							
Plain	tiff(s),							
- against -								
1974 REALTY ASSOCIATES, ET AL.								
Defen	dant(s).							
SUMMONS A	ND COMPLAINT		: 1					
CERTILMAN BALIN ADLER & HYMAN, LLP Attornep(s) for Plaintiff Office and Post Office Address, Telephone 90 MERRICK AVERUE EAST MEADOW, NEW YORK 1155: (516) 296-7600								
30		Service of a copy of is hereby admitted.	the within					
		Dated:						
Attorney(s) for								
PLEASE TAKE NOTICE:	ACTAMAN I der by die met answerende kollende for en generale propriet en met den er und der er und der er und ACTAMAN I der er e							
MOTICE OF ENTRY								
that the within is a (certified) true copy of a duly entered in the office of the clerk of the within	named court on							
MOTICE OF SETTLEMENT								
that an order will be presented for settlement to the HON.		of which the within one of th	n is a true copy e judges of the					
within named Court, at on NUMBER STATES	M.							
Dated.	Yours, etc.							
	Centilman B	alin adler & Hyman, Lli						
# 1 4 F			, , , , , , , , , , , , , , , , , , ,					

Contilled Salin Odler & Fyren

SUPBE	COURT, COUNTY OF KANGE	
T	HE COMMUNITY PRESERVATION CORPORATION Plaintiff()	Index No. #2-21023 File No.
19	974 REALTY ASSOCIATES, ET AL Defendant(s	AFFIDAVIT OF SERVICE
	of New York, County of Nassau ROBERT WINCKELMANN	SS: deposes and says: that deponent is not a party
That	STF 426	Y NEW YORK, NY
depor	sent served the within SUMMONS & COMPLAINT FOR FORECLOSE	RE OF A MORTGAGE.
on	1974 REALTY ASSOCIATES	
defen	dant(s) therein named.	
INDIVIDUAL 1.	by delivering a true copy of each to said defendant(s) personally: deponent knew the person(s) so served to be the person(s) as said	defendant(s) therein.
CORPORATIO 2.	***	herein named, by delivering and leaving
SUITABLE AGE PERSOI 3.	by delivering thereat a true copy(ies) of each to a person of suitable age and discretion. Said premises is defendant's - actual pusual place of abode - within the state.	lace of business – dwelling house –
AFFIXING TO DOOR, ETC.		t. With due diligence to find
MAILING USE WITH 3 or 4	Deponent also mailed a copy of same Post Paid by first class mail properly a address in an envelope marked "Personal and Confidential" and not indica an attorney or concerned an action against the defendant(s) and deposited under exclusive care and custody of the United States Postal Service within	ddressed to defendant(s) at the aforementioned ting thereon that the communication was from said envelope in a post office official densitary
APPROXIMATE DESCRIPTION		prox. Wt. 115 Aprox. Age 28
	GLASSES	
MILITARY SERVICE	I asked the person spoken to whether defendant(s) was/were in active military service of the United States in negative. The source of my informationm and the grounds of my belief are the	any capacity whatever. Person answered in the conversations narrated.
V	Upon information and belief I aver that the defendant is not in the military serv that term is defined in the Federal statutes.	ice of the United States as
The The	e above action had endorsed thereon the index numb	er and the date of filing
worn to befor	e me on 07/26/2008	
SAMUEL Z. Notary Public, State No. 6054	B Of New York Notary Public, State of New York	ROBERT WINCKELMANN 971194

Swo

Not

No. 6054268

Qualified in Nassau County

Commission Expires January 29, 20

No. 5009508

Qualified in Nassau County

Commission Expires March 15, 2003

្រុះ ខ្លាំង ដែល	COURT, COURT	Index No. 102-21023
THE C	OMMUNITY PRESERVATION CORPORATION Plaintiff(s)	File No.
	ogai#St	1 200 100
•		AFFIDAVIT OF SERVICE
1974	REALTY ASSOCIATES, ET AL Defendant(s)	
		ee·
State of No	ew York, County of Nassau heing duly sworn, de ROBERT WINCKELMANN	poses and says: that deponent is not a party
to this actio	ou, is over 18 years of age and resides at	The second secon
That on	07/25/2002 11:38 AM at 1775 BROADWAY STE 426	
•	erved the within SUMMONS & COMPLAINT FOR FORECLOSUR	E OF- H, HUMONOL
om 15	974 REALTY ASSOCIATES	
defendant(a) therein named.	
INDIVIDUAL		•
1. [7]	by delivering a true copy of each to said defendant(s) personally: deponent knew the person(s) so served to be the person(s) as said d	fefendant(s) therein.
ب	personally: deponent snew me personally	screin named, by delivering and leaving
CORPORATION	1000	of said corporation(s) a true copy thereof
² X	MARY PENA/OFFICE MGR/AUTH TO ACCEPT	Of and only of the second
•	deponent further knew the said individual(s) to be the managing agent.	
SUITABLE		
AGE PERSON	by delivering thereat a true copy(ies) of each to a person of suitable age and discretion. Said premises is defendant's - actual p	dace of business – dwelling house –
3. 🖂	usual place of abode - within the state.	
AFFIXING TO		was access place of legisless
DOOR, ETC.	by affixing a true copy of each to the door of said premises which is defended dwelling bouse - usual place of abode - within the state. Deponent was trushly dwelling bouse - usual place of abode - within the state.	e, with due diligence to find
4. 🗆	dwelling bouse - usual place of spoor - which the same thereat, having called defendant(s) or person(s) of smitable age and discretion, thereat, having called	there:
seau Nic		
MAILING USE WITH	Deponent also mailed a copy of same Post Paid by first class mail properly: address in an envelope marked "Personal and Confidential" and not indica address in an envelope marked "Personal and deposited	addressed to determinately at the addressed to the front
3 or 4	address in an envelope marked "Personal and Confidential" and not make an attorney or concerned an action against the defendant(s) and deposited an attorney or concerned an action against the defendant(s) and deposited	d seld exvelope in a post office efficial depositor
	an attorney or concerned an action against the detendantly, and under exclusive care and custody of the United States Postal Service with	In New York State, on
APPROXIMATE		
DESCRIPTION	Sefenale Color brown Hair brown Approx. H5, 4"	Aprox. Wt. 115 Aprox. Age 28
%	Set emale Color Drown Hair Drown Approximation	
,	GLASSES	
MILITARY	I asked the person spoken to whether defendant(s) was/were in active military service of the United States	in any capacity whatever, Person answered in the
SERVICE	whether defendant(s) was/were in active minury service of the black of the negative. The source of my informations and the grounds of my belief are the	se conversations servated.
	Upon information and belief I aver that the defendant is not in the military se	ervice of the United States as
	· · · · · · · · · · · · · · · · · · ·	
X The	above action had endorsed thereon the index num	ber and the date or filing
	1 Min	
Sworn to before	e me on 07/86/2009	ROBERT WINCKELMANN
C I TO DESIGNA		KOBEK! ATIACI/FFI

SAMUEL 2. BERG Notary Public, State et New York No. 6054268 Qualified in Nesseu County Commission Expires January 29, 20

OAVIO S. BERG
Notary Public, Statu of New York
No. 5009588
Qualified in Nassau County
Commission Expires March 15, 200

ijž

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS

LIBER (620 PAGE 374

THE COMMUNITY PRESERVATION CORPORATION,

INDEX NO. 21023/02

Plaintiff,

-against-

NOTICE OF PENDENCY OF ACTION

1974 REALTY ASSOCIATES

"JOHN DOE #1" through "JOHN DOE #12," the last twelve names being fictitious and unknown to plaintiff, the persons or parties intended being the tenants, occupants, persons or corporations, if any, having or claiming an interest in or lien upon the premises, described in the complaint,

Defendant(s).

NOTICE IS HEREBY GIVEN, that an action has been commenced and is pending in this Court upon a complaint of the above named plaintiff against the above named defendant(s) for the foreclosure of a mortgage bearing date the 24th day of November, 1987 executed by 1974 REALTY ASSOCIATES to THE COMMUNITY PRESERVATION CORPORATION to secure the sum of ONE HUNDRED SIXTY FIVE THOUSAND DOLLARS AND ZERO CENTS (\$165,000.00) and recorded in Reel 2149 of Mortgages at Page 2048 in the Office of the CITY REGISTER of the County of KINGS on the 4th day of January, 1988, and a mortgage bearing date the 24th day of November, 1987 executed by 1974 REALTY ASSOCIATES to THE COMMUNITY PRESERVATION CORPORATION to secure the sum of ONE MILLION FOUR HUNDRED SEVENTY FIVE THOUSAND DOLLARS AND ZERO CENTS (\$1,475,000.00) and recorded in Reel 2149 of Mortgages at Page 2002 in the Office of the CITY REGISTER of the County of KINGS on the 4th day of January, 1988.

AND NOTICE IS FURTHER GIVEN, that the mortgaged premises affected by the said foreclosure action, were, at the time of the commencement of said action, and at the time of the filing of this notice situate in SECTION 17 BLOCK 5469 LOT 35 on the land and tax map of the County of KINGS in the State of New York, and is described in the said mortgage as follows, to wit:

STEWART TITLE

Insurance Company

Foreclosure No.:

F21461

SCHEDULE A

LIBER 1620 PAGE 375

DESCRIPTION

Volume:

District:

Section:

Block:

5469

Lot(s):

35

ALL that certain plot, piece or parcel of land, with the buildings and improvements thereon erected, situate, lying and being in the Borough of Brooklyn, County of Kings, City and State of New York, bounded and described as follows:

BEGINNING at the corner formed by the intersection of the Westerly side of 20th Avenue with the Southerly side of 51st Street;

RUNNING THENCE Southerly along the Westerly side of 20th Avenue, 100 feet 2 inches to the center line of the block:

THENCE Westerly and parallel with 51st Street, 118 feet 8 inches;

THENCE Northerly and parallel with 20th Avenue and part of the distance through a party wall, 100 feet 2 inches to the Southerly side of 51st Street;

THENCE Easterly along the Southerly side of 51st Street, 118 feet 8 inches to the corner, the point or place of BEGINNING.

See Schedule A - "Legal Description" annexed hereto and made a part hereof.

Said premises being known as and by street number 1974 51ST STREET, BROOKLYN, New York.

TOGETHER with all right, title and interest of the defendant(s) in and to the land lying in the streets and roads in front of and adjoining said premises.

The Clerk of the County of KINGS is directed to index this notice to the name(s) of the following defendant(s): 1974 REALTY ASSOCIATES, and as against premises situate in SECTION 17 BLOCK 5469 LOT 35 on the land and tax map of the County of KINGS in the State of New York.

Dated:

East Meadow, New York

August 2, 2002

CERTILMAN BALIN ADLER & HYMAN, LLP Attorneys for Plaintiff 90 Merrick Avenue East Meadow, New York 11554

(516) 296-7100

TANGEL

File No.: 30460.0071

KINGS COUNTY OLER

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS

THE COMMUNITY PRESERVATION CORPORATION,

Plaintiffs,

-against-

1974 REALTY ASSOCIATES, ET AL.,

Defendants

NOTICE OF PENDENCY OF ACTION

Document 6

of the County of KINGS on the land and tax map within instrument lies in in the State of New York. Section 17, Block 5469, Lot 35 The Property affected by the

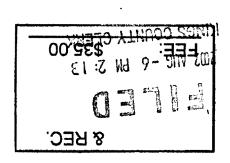
KINES CORNIL CLERK'S OFFICE

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516.296.7000

EAST MEADOW, NY 11554

90 MERRICK AVENUE

CERTILMAN BALIN ADLER & HYMAN, LLP

REQUEST FOR JUDICIAL INTERVENTION

SUPREME (COUNTY) COURT, KINGS COUNTY

UCS-840 (REV 1/96) For Clerk Only

INDEX NO: 21023/02 DATE PURCHASED: 05/28/02

PLAINTIFF(S) THE COMMUNITY PRESERVATION CORPORATION

against -

DEFENDANT(S): 1974 REALTY ASSOCIATES

"JOHN DOE #1" through "JOHN DOE #12," the last twelve names being fictitious and unknown to plaintiff the persons or parties intended being the tenants, occupants, persons or corporation, any, having or claiming an interest in or lien upon the premises, described in the complaint,

IAS Entry Date Judge Assigned RJI DATE

Amount

MILBUR A. LEVIN Bill of particulars [] Yes [__ Date Issue joined:_ NATURE OF JUDICIAL INTERVENTION (Check ONE box only) [] Notice of petition (return date Request for preliminary conference Relief sought] Note of issue and/or certificate of readiness [] Notice of medical or dental malp BY: [] Notice of motion (return date Relief sought
[] Order to show cause action (specify)
[] Statement of net worth readiness [] Writ of habeas corpus (clerk enter return date:) [] Other (specify __ Relief sought [] Other ex parte application (specify

NATURE OF ACTION OR PROCEEDING (check One box only)

MATRIMONIAL [] Contested -CM [] Uncontested -UM COMMERCIAL L CONT			TORTS Malpractice [] Medical/Podiatric -MM [] Dental -DM [] *Other Professional	-OPM -MV
Contract			[] Motor Vehicle	-PL
<pre>[] Insurance (where insurer is a is a party, except arbitration) [] UCC (including sales, negotiable instruments)</pre>	-INS -UCC -OC		<pre>{ Products Liability { Environmental</pre>	-OTN
[] * Other Commercial REAL PROPERTY			[] * Other Tort (including	- OT
[] Tax Certiorari [X] Foreclosure [] Condemnation [] Landlord/Tenant [] * Other Real Property OTHER MATTERS []*	-TAX -FOR -COND -LT	-ORP	intentional) SPECIAL PROCEDINGS [] Art. 75 (Arbitration) -ART75 [] Art. 77 (Trusts) -ART77 [] Art. 78 -ART78 [] Election Law -ELEC [] Guardianship (MHL Art. 81) -GUARD81 [] * Other Mental Hygiene	-MHYG
*If asterisk used, please specify fur	ther		[] * Other Special Proceeding	-OSP



At an IAS Part of the Supreme Court of the State of New York held in and for the County of KINGS at the Courthouse thereof, 360 Adams Street, Brooklyn, New York 11201 on September 3,

	and the second s
PRESENT:	
HONORABLE Joseph J. Dowd	ICE
THE COMMUNITY PRESERVATION CORPORATION,	x
Plaintiff(s),	ORDER APPOINTING REFEREE TO COMPUTE
-against-	Index No. 21023/02
1974 REALTY ASSOCIATES,	
"JOHN DOE #1" through "JOHN DOE #12," the last twelve names being fictitions and unknown to Plaintiff, the persons or parties intended being the tenants, occupants, persons or corporations, if any, having or claiming an interest in or lien upon the premises,	

Defendant(s).

described in the complaint,

UPON the summons and complaint herein, and proof that all the defendants have been duly served with said summons, or have voluntarily appeared in this action; and upon the affidavits of service heretofore filed, and upon the notice(s) of appearance, if any, hereto annexed and heretofore filed herein, from all of which it appears that none of the defendants answered, moved or appeared with respect to the complaint, although the time for

them to do so has expired and has not been extended by court order or otherwise; and it further appearing that defendants captioned as "JOHN DOE #1" through "JOHN DOE #12" were not served with copies of the summons and complaint and are not necessary parties defendant, so that none of the defendants are entitled to notice hereof; and that none of the defendants are infants, incompetents or absentees; and that since the filing of the lis pendens, the complaint herein has not been amended so as to make new parties to the action or so as to embrace real property other than that described in the original complaint or so as to extend plaintiff's claim against the mortgaged premises;

AND upon the affirmation of JOSEF ABT, an associate of the firm of CERTILMAN BALIN ADLER & HYMAN, attorneys for the plaintiff, dated August 27, 2002 showing what proceedings have heretofure been had herein, and setting forth the requisite facts entitling plaintiff to the within relief; and upon all proceedings heretofore had herein, and all the papers filed herein;

NOW, upon motion of CERTILMAN BALIN ADLER & HYMAN, attorneys for plaintiff, it is

ORDERED, that the motion is granted; and it is further

ORDERED, this action be, and the same is hereby referred to

32 Court St. Brooklyn, NY (718)875-1611

as Referee to ascertain and compute the amount due to plaintiff herein for principal, interest, and other disbursements advanced as provided for in the note and mortgage upon which this action was brought, to examine and report whether or not the mortgaged premises can be sold in parcels, and that the Referee make his/her report no later than sixty (60) days of the date of

this Order and that, except for good cause shown, the plaintiff shall move for judgment no later than thirty (30) days of the date of the Referee's report and it is further,

ORDERED, the names of defendant(s) "JOHN DOE #1" through "JOHN DOE #12" be severed and stricken from the caption herein and that the action be discontinued as to them, all without prejudice to the proceedings heretofore had herein; and it is further

ORDERED, that the caption shall read as follows:

THE COMMUNITY PRESERVATION CORPORATION,	Index No. 21023/02
Plaintiff(s),	
-against-	
1974 REALTY ASSOCIATES,	and the second second
Defendant(s).	

ORDERED, that a copy of this Order with Notice of Entry shall be served upon the owner of the equity of redemption, any tenants named in this action and any other party

entitled to notice.

ENTER

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SUPREME COURT OF THE STATE OF NEW YOU	ORK Index No. Year							
THE COMMUNITY PRESERVATION CORPORATI	ion,							
Plaint	tiff(e),							
- against -	DEX							
1974 REALTY ASSOCIATES, RT AL.								
Defend	dant (s).							
ORDER OF	F REFERENCE DET							
CERTILMAN BALIN ADLER & HYMAN, LLP Accornage(s) for Plaintiff Office and Post Office Address, Telephone								
90 merrick avenue East readow, New York 11664 (616) 296-7000								
То	Service of a copy of the within is hereby admitted.							
D&X.	Dated:							
	and the second s							
Atturney(s) for	AND THE REAL PROPERTY OF THE P							

PLEASE TAKE NOTICE:

that the within is a (certified) true copy of a duly entered in the office of the clerk of the within named court on

Case 1:10-cv-04381-PAC Document 6 Filed 05/14/2010 Page 29 of 123 AFFIDAVIT OF SERVICE

STATE OF NEW YORK)	-
)	\$S.:
COUNTY OF NASSAU)	

I, Helen Borges, being sworn, say: I am not a party to the action, am over 18 years of age and reside in Huntington, New York.

On 30 day of September 2002, I served the within NOTICE OF ENTRY and ORDER APPOINTING REFEREE TO COMPUTE by depositing a true copy thereof in a post-paid wrapper in an official depository under the exclusive care and custody of the U.S. Postal Service within New York State, addressed to each of the following persons at the last known address set forth after each name:

1974 REALTY ASSOCIATES 1775 BROADWAY, SUITE 426 NEW YORK, NEW YORK

ALL DEFENDANTS WERE SERVED WITH NOTICE OF ENTRY

Sworn to before me this

day of September 2002

Notary Public

FRANCESCA DIIORIO
NOTARY PUBLIC, STATE OF NEW YORK
NO.01 DI5012132
QUALIFIED IN NASSAU COUNTY
COMMISSION EXPIRES JUNE 15, 20 03

SUPREMESE 1 10-cy-04381-PAC Document 6 Filed 05/14/2010 Page 30 of 123 COUNTY OF THE STATE OF NEW YORK COUNTY OF KINGS Index No. Year. THE COMMUNITY PRESERVATION CORPORATION. Plaintiff(s), against 1974 REALTY ASSOCIATES, ET AL Defendant(s) ORDER WITH NOTICE OF ENTRY GERTILMAN BALIN ADLER & HYMAN, LEP Attorney(s) for Plaintiff Office and Post Office Address, Telephone 90 MERRICK AVENUE EAST MEADOW NEW YORK 11554 (516) 296 7000 Service of a copy of the within is hereby admitted. Attorney(s) for PLEASE TAKE NOTICE: O NOTICE OF ENTRY that the within is a (certified) true copy of a duly entered in the office of the clerk of the within named court on NOTICE OF SETTLEMENT that an order will be presented for settlement to the HON of which the within is a true copy within named Court at one of the judges of the

on .

Dated.

Yours, etc.

CERTILMAN BALIN ADLER & HYMAN, LLP



At an IAS Part of the Supreme
Court of the State of New
York, held in and for the
County of Kings, at the
Supreme Court Building, 360
Adams Street, Brooklyn,
New York on the
October, 2002.

PRESENT:

HOR TOWNS

MA

COMMUNITY PRESERVATION CORPORATION,

Index No.: 21023/02

Plaintiff,

-against-

ORDER APPOINTING
TEMPORARY RECEIVER IN
MORTGAGE FORECLOSURE
ACTION

1974 REALTY ASSOCIATES,

"JOHN DOE #1" through "JOHN DOE #12,"
the last twelve names being
fictitious and unknown to Plaintiff,
the persons or parties intended being
the tenants, occupants, persons or
corporations, if any, having or
claiming an interest in or lien upon
the premises, described in the complaint,

									D	e	£	e	n	đ	a	n	t	s	•	•			
	 	 _	_	_	_	_	 _	 _		_	_	-	-	-	-	-		-	-	_	-	-:	X

Upon the summons and duly verified complaint herein, filed in the Office of the Clerk of the County of Kings on the 28th day of May, 2002, upon reading and filing the annexed affirmation of JOSEF F. ABT dated the 3rd day of October, 2002 and it appearing to the satisfaction of the Court that this action is brought to foreclose a first and second mortgage lien upon certain premises situate in Kings

County; that in and by said mortgage liens it was covenanted that the time for defendant to convert the aforementioned mortgage liens to permanent financing was extended to April 1, 1999 and that upon default there to the rents and profits of the said mortgaged premises were thereby assigned to the mortgagee; and it was further covenanted that the mortgagee should be at liberty immediately after any such default, upon commencement of proceedings for the foreclosure of said mortgage to apply for the appointment of a Receiver of the rents and profits of said mortgaged premises without notice, and that the mortgagee should be entitled to the appointment of such Receiver as a matter of right, without consideration of the value of the mortgaged premises or the solvency of any person or persons liable for the payment of such amounts; that said mortgage liens are as follows: a first mortgage in default for the non-payment of the principal sum of \$160,420.03 plus interest thereon and other charges; and a second mortgage in default for the non-payment of the principal sum of \$1,434,291.97 plus interest thereon and other charges and that the mortgaged premises do not appear be adequate security for plaintiff's to indebtedness; that said mortgaged premises are occupied by tenants and has a substantial rental value, and that the appointment of a Receiver of the rents and profits of said premises is necessary for the protection of the plaintiff;

Now, on motion of CERTILMAN, BALIN, ADLER & HYMAN, attorneys for the plaintiff, it is

Lec May

ORDERED, that Sanbara Odienk, Es. of 38 Court St. Brookly, NY (718) 875-1610 be and he hereby is appointed, with the usual powers and directions Temporary Receiver for the benefit of the plaintiff of all the rents and profits now due and unpaid or to become due during the pendency of this action and issuing out of the mortgaged premises mentioned in the complaint, more particularly described in "Schedule A" hereto annexed; and it is further

ORDERED, that before entering upon his duties said shall be sween to fairly and faithfully dutharge the twilcommitted to him Temporary Receiver execute to the People of the State of New and sha

York and file with the Clerk of this Court an undertaking in the penal sum of \$ 150,836,000 conditioned for the faithful discharge of his duties as such Temporary Receiver; and it is further

ORDERED, that said Temporary Receiver be and hereby is directed to demand, collect and receive from the occupants, tenants, and licensees in possession of said premises, or other persons liable therefor, inclusive of the mortgagor, all the rents and license fees thereof now due and unpaid or hereafter to become fixed or due; and that said Temporary Receiver be and hereby is authorized to institute and carry on all legal proceedings necessary for the protection of said premises or to recover possession of the

whole, or any part thereof, and/or apply to the Court to fix reasonable rental value and license fee value and to compel the tenants and occupant(s) to attorn to the Receiver; and it is further directed that the Receiver may institute and prosecute suits for the collection of rents, license fees and other charges now due or hereafter to become due or fixed, and summary proceedings for the removal of any tenant or tenants or licensees or other persons therefrom,

ORDERED, that said Temporary Receiver be and hereby is authorized to employ an agent to tent and manage said premises and to pay the reasonable value of such agent's services out of the rents received; and it is further

ORDERED, that pursuant to the provisions of the General Obligations Law Section 7-105, anybody holding any deposits or advances of rental as security under any lease or license agreement affecting space in the premises affected by this action shall turn same over to said Temporary Receiver within five (5) days after said Temporary Receiver shall have qualified; and thereupon the said Temporary Receiver shall hold such security subject to such disposition thereof as shall be provided in an order of this Court to be made and entered in this action; and it is further

ORDERED, that anybody in possession of same shall turn over to said Temporary Receiver all rent lists, orders,

Jack

unexpired and expired leases, agreements, correspondence, notices and registration statements, relating to rental space or facilities in the premises; and it is further

ORDERED, that said Temporary Receiver be and hereby is authorized to make any reasonable and necessary ordinary repairs to the premises not to exceed for each repair the sum of \$1,000.00; and it is further

ORDERED, that said Temporary Receiver shall not incur any obligations nor expend any sums in excess of the rents and profits derived from the premises without further order of this Court or written consent of counsel to the party which obtained this order; and it is further

ORDERED, that said Temporary Receiver forthwith deposit all monies received by him at the time he receives the same in his own name as Temporary Receiver in Scenature Bank and no withdrawals shall be made

therefrom except as directed by the Court or on a draft or check signed by the Temporary Receiver and countersigned by the surety on his undertaking; and it is further

ORDERED, that the said Temporary Receiver be and he hereby is authorized from time to time to rent or lease space and facilities for terms not exceeding one (1) year or such longer terms as may be required by the laws of the Municipality in which the premises are situate and of the State of New York; to keep said premises insured against loss

by damage or fire; to pay the taxes, assessments, water rates, sewer rents, vault rents, salaries of employees, supplies and other charges; to comply with all lawful requirements of any municipal department or other authority of the municipality in which the mortgaged premises are situated; and to procure such fire, plate glass, liability and other insurance as may be reasonably necessary; and it is further

of the Receiver's duties, plaintiff may, but shall not be required to, advance funds to the Receiver for the payment of repairs, maintenance, insurance, taxes, the curing of violations or any other expenses which may be necessary for the preservation and protection of the mortgaged premises by the Receiver and to the extent that the rents; issues and profits collected by the Receiver and remaining in the Receiver's account are insufficient to reimburse plaintiff for such advances, all such advances made by plaintiff shall be secured by its mortgage and shall be added to and included to the debt thereupon due and in the judgment of fortelesure and sale, and it is further

ORDERED, that the tenants, licensees or other persons in possession of said premises, inclusive of the mortgagor[s], attorn to said Temporary Receiver and pay over to said Temporary Receiver all rents and license fees and

other charges of such premises now due and unpaid, or that may hereafter become due; and that the defendant[s] be enjoined and restrained from collecting the rents and license fees and other charges of said premises and from interfering in any manner with the property or its possession; and from transferring, removing or in any way disturbing any of the occupants or employees; and that all tenants, occupants, employees and licensees of the premises and other persons liable for the rents be and hereby are enjoined and restrained from paying any rent or license fees or other charges for such premises to the defendants, their agents, servants or attorneys; and it is further

ORDERED, that all persons now or hereafter in possession of said premises, or any part thereof, and not holding such possession under valid and existing leases or tenancies do forthwith surrender such possession to said Temporary Receiver, subject to emergency laws, if any; and it is further

ORDERED, that said Temporary Receiver after paying the expenses of the management and care of the said premises as above provided retain the balance of the monies which may come into his hands until the sale of the said premises under the judgment to be entered in this action and/or until the further order of the Court; and it is further

ORDERED, that the said Temporary Receiver, or any

party hereto, may at any time, on proper notice to all parties who may have appeared in this action, apply to this Court for further or other instructions or powers necessary to enable said Receiver properly to fulfill his duties; and it is further

ORDERED, that the appointee named herein shall comply with Section 35a of the Judiciary Law and Sections 6401-6404 CPLR, Section 1325 of the RPAPL and Rule 36 of the Chief Judge.

ENTER:

NOTWITHSTANDING ANY OTHER PROVISION OF THIS ORDER TO THE CONTHARY, THE RECEIVER SHALL NOT APPOINT AN ATTORNEY, AGENT, APPRAISER, AUCTIONEER OR ACCOUNTANT WITHOUT THE PRIOR AUTHORIZATION OF TRE COURT.

J.S.C.

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Exhibit D

At an IAS Part 18 of the Supreme Court of the State of New York, held in and for the County of Kings, at the Courthouse, at Civic Center, Brooklyn, New York, on the 20th day of November, 2002

Index No. 21023/02
Papers Numbered
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profits and substituting therefor in place and instead of Barbara Odwak, Esq. the appointment of Michael Freeman, Esq. of 404 Park Avenue South, New York, N.Y. 10016 as Temporary Receiver of rents and profits. Except as herein amended, all other provisions of this Court's prior order dated October 7, 2002, shall remain in full force and effect.

The foregoing shall constitute the decision and order of the court.

ENTER,

J. S. C.

DEN

SUPREME COURT OF THE STATE OF NEW YORK

Index No.

Year

COUNTY OF KINGS

THE COMMUNITY PRESERVATION CORPORATION,

Plaintiff(s),

J 15 1.75

- against -

DEY

1974 REALTY ASSOCIATES, ET AL.

Defendant(s).

ORDER OF REFERENCE

DEV

CERTILMAN BALIN ADLER & HYMAN, LLP

Attorney(z) for

Plaintiff

Office and Post Office Address, Telephone

90 Merrick avenue East Neadow, New York 11864 (616) 296-7000

To

DAX

Service of a copy of the within is hereby admitted,

Dated:

Atturney(s) for

PLEASE TAKE NOTICE:

I NOTICE OF ENTRY

that the within is a (certified) true copy of a duly entered in the office of the clerk of the within named court on

THE SERVICE ME REPORT PROPERTY

2Eb 1 9 5005

KINES COUNTY CLAKYS OFFICE

AFFIDAVIT OF SERVICE

STATE OF NEW YORK)	
)	ss.:
COUNTY OF NASSAU)	

I, Helen Borges, being sworn, say: I am not a party to the action, am over 18 years of age and reside in Huntington, New York.

On 30 day of September 2002, I served the within NOTICE OF ENTRY and ORDER APPOINTING REFEREE TO COMPUTE by depositing a true copy thereof in a post-paid wrapper in an official depository under the exclusive care and custody of the U.S. Postal Service within New York State, addressed to each of the following persons at the last known address set forth after each name:

1974 REALTY ASSOCIATES 1775 BROADWAY, SUITE 426 NEW YORK, NEW YORK

ALL DEFENDANTS WERE SERVED WITH NOTICE OF ENTRY

Sworn to before me this

day of September 2002

Notary Public

FRANCESCA DIIORIO
NOTARY PUBLIC, STATE OF NEW YORK
NO.01 DIS012132
OUALIFIED IN NASSAU COUNTY
COMMISSION EXPIRES JUNE 15, 20

Exhibit C

Index No. 21023/02
REPORT OF AMOUNT DUE

TO THE SUPREME COURT OF THE STATE OF NEW YORK: COUNTY OF KINGS

In pursuance of an order of this Court, made and entered in the above-entitled action and dated September 13, 2002, whereby it was referred to the undersigned as Referee to ascertain and compute the amount due to the plaintiff for principal and interest and otherwise upon and by virtue of the loan documents upon which this action was brought, and also to examine and report whether in his opinion the mortgaged premises can be sold in parcels.

I, Barbara S. Odwak, ESQ., the Referee in the said order named,

DO REPORT that before the proceeding to hear the testimony I was first duly sworn faithfully and fairly to determine the questions referred to me, and to make a just and true report thereon, according to the best of my understanding; that I have computed and ascertained the amount due to the plaintiff upon and by virtue of the said loan documents and that I find, and accordingly report, that there is due to the plaintiff for principal and interest thereon, and other sums secured by the said mortgage, as of September 30, 2002, the sum of ONE MILLION EIGHT HUNDRED SEVENTY ONE THOUSAND THREE HUNDRED SEVENTEEN DOLLARS AND EIGHTY SIX CENTS (\$1,871,317.86) exclusive of counsel fees.

Schedule "A", hereunto annexed, contains a schedule of the documentary evidence introduced before me, and the "Statement" shows the amount due for principal and interest respectively, together with the other sums secured by the said mortgage, the period of the computation of the interest and its rate.

I have made inquiry as to the advisability of selling the mortgaged premises in parcels and find accordingly that the mortgaged premises should be sold in one parcel.

Dated:

Barbara S. Odwak

Referee

Case 1:10-cv-04381-PAC Document 6 Filed 05/14/2010 Page 49 of 123 CONFORM AND RETURN

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS	
THE COMMUNITY PRESERVATION CORPORATION,	Index No. 21023/02
Plaintiff,	
-against-	<u>OATH</u>
1974 REALTY ASSOCIATES,	
Defendant(s).	
X	
STATE OF NEW YORK)) ss.:	
COUNTY OF KINGS)	

I, Barbara S. Odwak, ESQ., the Referee appointed by an order of this Court, made and entered in the above-entitled action, and bearing date December 31, 4000, to ascertain and compute the amount due to the plaintiff for principal and interest and otherwise upon the loan documents upon which this action was brought, and to examine and report whether the mortgaged premises can be sold in parcels, do solemnly swear that I will faithfully and fairly determine the questions so referred to me, and make a just and true report thereon according to the best of my understanding and as the said order requires.

Barbara S. Oʻdwak

Referee

Sworn to before me this

≤ day of October 2002.

Notary Public

MENE KONETANTINGU NOTARY PUBLIC, State of Note You No. 24-488-0680

Qualified in Kingo County Commission Expires Dec. 22, 20 02



At an IAS Part of the Supreme Court of the State of New York, held in and for the County of Kings, at the Supreme Court Building, 360 Adams Street, Brooklyn, New York on the October, 2002.

PRESENT:

FOR JOSEPH J. DOWD

HONORABLE Justice

MA

COMMUNITY PRESERVATION CORPORATION,

Index No.: 21023/02

Plaintiff,

-against-

ORDER APPOINTING
TEMPORARY RECEIVER IN
MORTGAGE FORECLOSURE
ACTION

1974 REALTY ASSOCIATES,

"JOHN DOE #1" through "JOHN DOE #12,"
the last twelve names being
fictitious and unknown to Plaintiff,
the persons or parties intended being
the tenants, occupants, persons or
corporations, if any, having or
claiming an interest in or lien upon
the premises, described in the complaint,

Defendants.

berein, filed in the Office of the Clerk of the County of Kings on the 28th day of May, 2002, upon reading and filing the annexed affirmation of JOSEF F. ABT dated the 3rd day of October, 2002 and it appearing to the satisfaction of the Court that this action is brought to foreclose a first and second mortgage lien upon certain premises situate in Kings

County; that in and by said mortgage liens it was covenanted that the time for defendant to convert the aforementioned mortgage liens to permanent financing was extended to April 1, 1999 and that upon default there to the rents and profits of the said mortgaged premises were thereby assigned to the mortgagee; and it was further covenanted that the mortgagee should be at liberty immediately after any such default, upon commencement of proceedings for the foreclosure of said mortgage to apply for the appointment of a Receiver of the rents and profits of said mortgaged premises without notice, ____ and that the mortgagee should be entitled to the appointment of such Receiver as a matter of right, without consideration of the value of the mortgaged premises or the solvency of any person or persons liable for the payment of such amounts; that said mortgage liens are as follows: a first mortgage in default for the non-payment of the principal sum of \$160,420.03 plus interest thereon and other charges; and a second mortgage in default for the non-payment of the principal sum of \$1,434,291.97 plus interest thereon and other charges and that the mortgaged premises do not appear to be adequate security for plaintiff's indebtedness; that said mortgaged premises are occupied by tenants and has a substantial rental value, and that the appointment of a Receiver of the rents and profits of said premises is necessary for the protection of the plaintiff;

Now, on motion of CERTILMAN, BALIN, ADLER & HYMAN, attorneys for the plaintiff, it is

Lec May

33 Court St. Brookly, 19 be and he hereby is appointed, with the usual powers and directions Temporary Receiver for the benefit of the plaintiff of all the rents and profits now due and unpaid or to become due during the pendency of this action and issuing out of the mortgaged premises mentioned in the complaint, more particularly described in "Schedule A" hereto annexed; and it is further

ORDERED, that before entering upon his duties said shall be sworn to fairly and faithfully discharge the twilcommitted to him Temporary Receiver execute to the People of the State of New Wordsha

York and file with the Clerk of this Court an undertaking in the penal sum of \$ 150,836,000 conditioned for the faithful discharge of his duties as such Temporary Receiver; and it is further

ORDERED, that said Temporary Receiver be and hereby is directed to demand, collect and receive from the occupants, tenants, and licensees in possession of said premises, or other persons liable therefor, inclusive of the mortgagor, all the rents and license fees thereof now due and unpaid or hereafter to become fixed or due; and that said Temporary Receiver be and hereby is authorized to institute and carry on all legal proceedings necessary for the protection of said premises or to recover possession of the

whole, or any part thereof, and/or apply to the Court to fix reasonable rental value and license fee value and to compel the tenants and occupant(s) to attorn to the Receiver; and it is further directed that the Receiver may institute and prosecute suits for the collection of rents, license fees and other charges now due or hereafter to become due or fixed, and summary proceedings for the removal of any tenant or tenants or licensees or other persons therefrom,

ORDERED, that said Temporary Receiver be and hereby is authorized to employ an agent to tent and manage said premises and to pay the reasonable value of such agent's services out of the rents received; and it is further

ORDERED, that pursuant to the provisions of the General Obligations Law Section 7-105, anybody holding any deposits or advances of rental as security under any lease or license agreement affecting space in the premises affected by this action shall turn same over to said Temporary Receiver within five (5) days after said Temporary Receiver shall have qualified; and thereupon the said Temporary Receiver shall hold such security subject to such disposition thereof as shall be provided in an order of this Court to be made and entered in this action; and it is further

ORDERED, that anybody in possession of same shall turn over to said Temporary Receiver all rent lists, orders,

Joseph Joseph

unexpired and expired leases, agreements, correspondence, notices and registration statements, relating to rental space or facilities in the premises; and it is further

ORDERED, that said Temporary Receiver be and hereby is authorized to make any reasonable and necessary ordinary repairs to the premises not to exceed for each repair the sum of \$1,000.00; and it is further

ORDERED, that said Temporary Receiver shall not incur any obligations nor expend any sums in excess of the rents and profits derived from the premises without further order of this Court or written consent of counsel to the party which obtained this order; and it is further

ORDERED, that said Temporary Receiver forthwith deposit all monies received by him at the time he receives the same in his own name as Temporary Receiver in Secretary Bank and no withdrawals shall be made

therefrom except as directed by the Court or on a draft or check signed by the Temporary Receiver and countersigned by the surety on his undertaking; and it is further

CRDERED, that the said Temporary Receiver be and he hereby is authorized from time to time to rent or lease space and facilities for terms not exceeding one (1) year or such longer terms as may be required by the laws of the Municipality in which the premises are situate and of the State of New York; to keep said premises insured against loss

by damage or fire; to pay the taxes, assessments, water rates, sewer rents, vault rents, salaries of employees, supplies and other charges; to comply with all lawful requirements of any municipal department or other authority of the municipality in which the mortgaged premises are situated; and to procure such fire, plate glass, liability and other insurance as may be reasonably necessary; and it is further

of the Receiver's duties, plaintiff may, but shall not be required to, advance funds to the Receiver for the payment of repairs, maintenance, insurance, taxes, the curing of violations or any other expenses which may be necessary for the preservation and protection of the mortgaged premises by the Receiver and to the extent that the rents, issued and profits collected by the Receiver and remaining in the Receiver's account are insufficient to reimburse plaintiff for such advances, all such advances made by plaintiff shall be secured by its mortgage and shall be added to and included to the debt thereupon due and in the judgment of fortclosure and sale, and it is further

ORDERED, that the tenants, licensees or other persons in possession of said premises, inclusive of the mortgagor[s], attorn to said Temporary Receiver and pay over to said Temporary Receiver all rents and license fees and

other charges of such premises now due and unpaid, or that
may hereafter become due; and that the defendant[s] be
enjoined and restrained from collecting the rents and license
fees and other charges of said premises and from interfering
in any manner with the property or its possession; and from
transferring, removing or in any way disturbing any of the
occupants or employees; and that all tenants, occupants,
employees and licensees of the premises and other persons
liable for the rents be and hereby are enjoined and
restrained from paying any rent or license fees or other
charges for such premises to the defendants, their agents,
servants or attorneys; and it is further

ORDERED, that all persons now or hereafter in possession of said premises, or any part thereof, and not holding such possession under valid and existing leases or tenancies do forthwith surrender such possession to said Temporary Receiver, subject to emergency laws, if any; and it is further

ORDERED, that said Temporary Receiver after paying the expenses of the management and care of the said premises as above provided retain the balance of the monies which may come into his hands until the sale of the said premises under the judgment to be entered in this action and/or until the further order of the Court; and it is further

ORDERED, that the said Temporary Receiver, or any

party hereto, may at any time, on proper notice to all parties who may have appeared in this action, apply to this Court for further or other instructions or powers necessary to enable said Receiver properly to fulfill his duties; and it is further

ORDERED, that the appointee named herein shall comply with Section 35a of the Judiciary Law and Sections 6401-6404 CPLR, Section 1325 of the RPAPL and Rule 36 of the Chief Judge.

ENTER:

NOTWITHSTANDING ANY OTHER PROVISION OF THIS ORDER ID THE CONTINARY, THE RECEIVER SHALL NOT APPOINT AN ATTORNEY, AGENT, APPRAISER, AUCTIONEER OR ACCOUNTANT WITHOUT THE PRIOR AUTHORIZATION OF THE COURT.

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MINUS GOUNTY OLERN 2002 DOT 16 AH 10: 05 Exhibit D

At an IAS Part 18 of the Supreme Court of the State of New York, held in and for the County of Kings, at the Courthouse, at Civic Center, Brooklyn, New York, on the 20th day of November, 2002

HON. JOSEPH J. DOWD,	•
Justice.	
COMMUNITY PRESERVATION CORPORATION,	•
Plaintiff(s),	
-against-	Index No. 21023/02
1974 REALTY ASSOCIATES, "JOHN DOE #1" through "JOHN DOE #12", the last twelve names being fictitious and unknown to Plaintiff, the persons or parties intended being the tenants, occupants, persons or corporations, if any, having or claiming an interest in or lien upon the premises, described in the complaint,	
Defendant(s).	
The following papers numbered 1 to read on this motion:	Papers Numbered
Notice of Motion/Order to Show Cause/	
Petition/Cross Motion and Affidavits (Affirmations) Annexed	
Opposing Affidavits (Affirmations)	
Reply Affidavits (Affirmations)	
Affidavit (Affirmation)	
Other papers	
	7 2002 1
Upon the court's own motion, its order of October	7, 2002 is hereby amende

profits and substituting therefor in place and instead of Barbara Odwak, Esq. the appointment of Michael Freeman, Esq. of 404 Park Avenue South, New York, N.Y. 10016 as Temporary Receiver of rents and profits. Except as herein amended, all other provisions of this Court's prior order dated October 7, 2002, shall remain in full force and effect.

The foregoing shall constitute the decision and order of the court.

ENTER,

J. S. C.

Case 1:10-cv-04381-PAC Document 6 Filed 05/14/2010 Page 63 of 123
SUPREME COURT OF THE STATE OF NEW YORK

LINDER NO.

THE CONTRACTOR	Index No.	Year
THE COMMUNITY PRESERVATION CORPORATION,		
Plaintiff(3)	
against		
1974 REALTY ASSOCIATES, ET AL		
Defendant (s		
ORDER WITH NOTICE	OF ENTRY	
GERTILMAN BALIN ADLER &	Hyman, lip	
Office and Post Office Address		
90 MERRIC		
EAST MEADOW NEW YORK (1) (516) 296 7000	554 Exp. (2014)	
To		
	Service of a copy of the is hereby admitted.	within
	Dated	
Attorney(s) for		
PLEASE TAKE NOTICE:		
O NOTICE OF ENTRY		
that the within is a (certified) true copy of a duly entered in the office of the clerk of the within named court		
that an order		
will be presented for settlement to the HON. Within named Court at	s of which the within is a t	rue copy
Oated.	One of the judge	es of the
Yours, etc.		
	BALIN ADLER & HYMAN	

Document 6 Case 1:10-cv-04381-PAC Filed 05/14/2010 Page 64 of 123 SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS THE COMMUNITY PRESERVATION CORPORATION, **Plaintiff** Index No. 21023/02 against NOTICE OF ENTRY 1974 REALTY ASSOCIATES **Defendants** SIRS: PLEASE TAKE NOTICE, that the within is a true copy of a decision and order duly entered in the office of the within named court on September 16, 2002. Dated: East Meadow, New York 28th day of September 2002 YOURS, etc. CERTILMAN BALIN ADLER & HYMAN, LLP Attorney for Plaintiff 90 Merrick Avenue East Meadow, New York 11554 (516) 296-7100 File Number: 30460.0071 TO: 1974 REALTY ASSOCIATES

1775 BROADWAY, SUITE 426 NEW YORK, NEW YORK

ALL DEFENDANTS WERE SERVED WITH NOTICE OF **ENTRY**

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Platentiff,

· against •

NOTICE OF MOTION

1974 REALTY ASSOCIATES,	
19/4 100/101	Defendants.
	X

PLEASE TAKE NOTICE that upon the Summons and Verified Complaint filed in the Office of the Clerk of the County of KINGS on May 28, 2002 and upon the Notice of Pendency of Action filed in the Office of the Clerk of the County of KINGS on May 28, 2002 and re-filed on November 7, 2007, and upon the annexed Referee's Oath and Computation and Report of Referee to Compute of BARBARA S. ODWAK, ESQ., dated October 15, 2002, the original of which is filed with the Court, and upon the annexed affirmation of BRUCE J. BERGMAN, ESQ., dated April 29, 2009 and the exhibits annexed thereto, and upon the Notice of Motion dated April 29, 2009, the Plaintiff will move this Court at a Foreclosure Motion Part, Room 274, at the Supreme Courthouse, 360 Adams Street, Brooklyn, New York, on the 3rd day of June, 2009 at 2:00 o'clock in the afternoon of that day or as soon thereafter as counsel can be heard, for an order pursuant to CPLR §2221 granting Plaintiff its motion for a JUDGMENT OF FORECLOSURE AND SALE.

April 22, 2009

Yours, etc.,

BERKMAN, HENOCH, PETERSON & PEDDY, P.C.

Bruce J. Bergman Attorneys for Plaintiff 100 Garden City Plaza Garden City, New York 11530 (516) 222-6200

TO: 1974 REALTY ASSOCIATES Defendant 1775 Broadway, Suite 426 New York, New York 10019

THE CITY OF NEW YORK DEPARTMENT OF HOUSING PRESERVATION AND DEVELOPMENT Defendant
100 Church Street
New York, New York 10007

FEB-2-2010 16:00 FROM:.

7182467027

TO:17182282590

P.2/4

2002/21023 Order deleting Barbara Odwak Esq as Tempurary Receiver of joints etc (Page 1 of 3)

At an IAS Part 18 of the Supreme Court of the State of New York, held in and for the County of Kings, at the Courthouse, at Civic Center, Brooklyn, New York, on the 20th day of November, 2002

PRESENT:	
HON, JOSEPH J. DOWD, Justice. X	
COMMUNITY PRESERVATION CORPORATION,	•
Plaintiff(s), -against-	Index No. 21023/02
1974 REALTY ASSOCIATES, "JOHN DOE #1" through "JOHN DOE #12", the last twelve names being fictitious and unknown to Plaintiff, the persons or parties intended being the tenants, occupants, persons or corporations, if any, having or claiming an interest in or lien upon the premises, described in the complaint,	
Defendant(s).	
The following papers numbered 1 to read on this motion:	
Notice of Motion/Order to Show Cause/ Petition/Cross Motion and Affidavits (Affirmations) Annexed	Papers Numbered
Opposing Affidavits (Affirmations)	
Reply Affidavits (Affirmations)	
Affidavit (Affirmation)	Annual programmer and the state of the state
Other papers	The second secon
Upon the court's own motion, its order of October	7, 2002 is hereby amended by
leleting therefrom the appointment of Barbara Odwak, Esq. as I	·

FEB-2-2010 16:00 FROM:.

7182467027

TO:17182282590

P.3/4

2002/21023 Order deleting Barbara Odwak Esq as Temporary Receiver of rents etc (Page 2 of 3)

profits and substituting therefor in place and instead of Barbara Odwak, Esq. the appointment of Michael Freeman, Esq. of 404 Park Avenue South, New York, N.Y. 10016 as Temporary Receiver of rents and profits. Except as herein amended, all other provisions of this Court's prior order dated October 7, 2002, shall remain in full force and effect.

The foregoing shall constitute the decision and order of the court.

ENTER,

J. S. C.

FEB-2-2010 16:01 FROM:.

7182467027

TO: 17182282590

4/4

2002/21023 Order deleting Barbara Odwak Eaq as Temporary Receiver of rents etc (Page 3 of 3)***



SUPREME COURT	OF	THE	STATE	OF	NEW	YORK
COUNTY OF KINGS	3			•		10111

THE COMMUNITY PRESERVATION CORPORATION.

Index No. 21023/02

Plaintiff(s),

NOTICE OF APPEARANCE AND STIPULATION **ADDING PARTY** DEFENDANT

-against-

1974	REAL	.TY	ASSOCIATES.

Defendant(s).	

IS HEREBY STIPULATED BY AND BETWEEN THE IT UNDERSIGNED ATTORNEYS THAT, "THE CITY OF NEW YORK DEPARTMENT OF HOUSING PRESERVATION AND DEVELOPMENT" by virtue of their subordinate mortgage dated November 24, 1987, recorded with the County Clerk, Kings County in Reel 2149, Page 2087, on the subject premises, be added as a party defendant to the caption of the within foreclosure action without prejudice to the prior proceedings had herein; and

IT IS HEREBY FURTHER STIPULATED AND AGREED THAT, plaintiff be permitted to make a formal request for the amendment of the within caption pursuant to this stipulation; and

IT IS HEREBY FURTHER STIPULATED AND AGREED THAT, defendant THE CITY OF NEW YORK DEPARTMENT OF HOUSING PRESERVATION AND DEVELOPMENT appears in the above entitled action and will be served with proposed judgment of foreclosure and sale, notice of the foreclosure sale, referee's report of sale, and proceedings for surplus monies, if any, and an application for discontinuance of the action, if any; and it is further

IT IS HEREBY FURTHER STIPULATED AND AGREED THAT, this notice of appearance shall be deemed timely served; and it is further

IT IS HEREBY FURTHER STIPULATED AND AGREED THAT, a facsimile of this stipulation shall have the same force and effect as an original for the purposes herein.

Dated: East Meadow, New York

November 6, 2002

Dated: East Meadow, New York

November 2002

CERTILMAN BALIN ADLER

& HYMAN, LLP

By:

JOHN TANGEL

Attorneys for Plaintiff

THE COMMUNITY PRESERVATION

CORPORATION 90 Merrick Avenue

East Meadow, New York 11554

(516) 296-7000

Ву:

Attorneys for Defendant
THE CITY OF NEW YORK
DEPARTMENT OF HOUSING
PRESERVATION AND
DEVELOPMENT
100 Church Street
New York, New York

(212) 788-1147

1630

At an IAS Part 18 of the Supreme Court held in and for the County of Kings at the Courthouse located at 360 Adams Street, on the the day of December 2002.

SUPREME COURT OF THE STATE OF NEW

THE COMMUNITY PRESERVATION CORPORATION.

Index No. 21023/02

PUTD

Plaintiff,

-against-

ORDER TO SHOW CAUSE

1974 REALTY ASSOCIATES.

Defendant.

Upon reading and filing the annexed affidavit of Jonathan Poole, sworn to on December 2. 2002, the affidavit of Maria Pena, sworn to on November 26, 2002, the affirmation of Andrea R. Roschelle, Esq. dated December 6, 2002, and the exhibits annexed thereto, by which it appears that an Order should be issued vacating the default of defendant in answering the complaint in this action ("Default") and vacating the order of this Court dated October 7, 2002 ("Receiver Order"), by which Barbara Odwak, Esq. was appointed temporary receiver in this action.

LET, plaintiff or its attorneys, show cause before the Hon. Joseph J. Dowd, at I.A.S. Part 18 of the Supreme Court of the State of New York, held in and for the County of Kings, at the Courthouse, located at 360 Adams Street, Room Brooklyn. New York on the Aday of Documber, 2007, at 9:30 a.m., or as soon thereafter as counsel may be heard, why an Order should not be entered herein, (i)pursuant to CPLR 317, 5015(a)(1), and 5015(a) (4) relieving defendant

1974 Realty Associates from its alleged Default and vacating the Receiver Order because defendant was never served with process, this Court lacks jurisdiction over it, its alleged Defauit is excusable because of its lack of notice in this action, and defendant has a meritorious defense to plaintiff's claims; and (ii) for such other and further relief as this Court may deem just and proper; and it is

further,

ORDERED, that pending the hearing

plaintiff to enforce the Receiver Order shall be stayed.

sufficient reason appearing therefor, let personal service of a copy of this of a copy of this order and all supporting papers upon plaintiff's counsel on or before December 3

2002, be deemed good and sufficient service.

2

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS		
THE COMMUNITY PRESERVATION CORPORATION,		
Plaintiff,		
- against -		
1974 REALTY ASSOCIATES.		
Defendant.		
,		
1974 REALTY ASSOCIATES		
Third Party Plaintiff,		
- against -		
CORNICK, GARBLER & SANDLER LLP,		
Third Party Defendant.		

Index No. 21023/02

THIRD PARTY SUMMONS

Index No. 76247 03

Date filed 11 26 03

YOU ARE HEREBY SUMMONED to answer the complaint of the third party plaintiff, and plaintiff, copies of which are annexed hereto and herewith served upon you, and to serve copies of your answer upon the undersigned attorneys for the third party plaintiff and attorneys for plaintiff, Certiman Balin Adler & Hyman, LLP, whose address is 90 Merrick Avenue East Meadow, New York 11554, within 20 days after the service of this third party summons and complaint, exclusive of the day of service (or within 30 days after service is complete if this summons is not personally delivered to you within the State of New York). In case of your failure to appear or answer, judgment will be taken against you by default for the relief demanded in the third party complaint.

Dated:

New York, New York November 25, 2003

By: Evan R. Schieber, Esq. STARR ASSOCIATES LLP 245 Fifth Avenue New York, New York 10016 (212) 620-2681

TO:

Certilman Balin & Hyman, LLP Attorneys for plaintiff 90 Merrick Avenue East Medow, New York 11554

Cornick Garbler & Sandler LLP 630 Third Avenue
New York, New York

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS	
THE COMMUNITY PRESERVATION CORPORATION,	; ; 1 1
Plaintiff,	Index No. 21023/02
- against -	ANSWER AND THIRD PARTY COMPLAINT
1974 REALTY ASSOCIATES	
Defendant(s).	
1974 REALTY ASSOCIATES,	
Third Party Plaintiffs,	
- against -	
CORNICK GARBLER & SANDLER LLP,	
Third Party Defendant.	
	•

Defendant/third party plaintiff 1974 Realty Associates, by its attorneys, Starr Associates LLP, for its answer and third party complaint against third party defendant Cornick Garbler & Sandler LLP alleges as follows:

- 1. Denies having knowledge or information sufficient to form a belief as to the truth of the allegations set forth in paragraph "1" of the Complaint.
- 2. Denies the truth of the allegations set forth in paragraph "2" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.

- Denies the truth of the allegations set forth in paragraph "3" of the Complaint and 3. respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 4. Denies the truth of the allegations set forth in paragraph "4" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 5. Denies the truth of the allegations set forth in paragraph "5" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 6. Denies the truth of the allegations set forth in paragraph "6" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 7. Denies the truth of the allegations set forth in paragraph "7" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 8. Denies the truth of the allegations set forth in paragraph "8" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
 - 9. Denies the truth of the allegations set forth in paragraph "9" of the Complaint.
 - 10. Denies the truth of the allegations set forth in paragraph "10" of the Complaint.
 - 11. Denies the truth of the allegations set forth in paragraph "11" of the Complaint.

- 12. Denies the truth of the allegations set forth in paragraph "12" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- Denies the truth of the allegations set forth in paragraph "13" of the Complaint 13. and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 14. Denies the truth of the allegations set forth in paragraph "14" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- Denies the truth of the allegations set forth in paragraph "15" of the Complaint 15. and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- Denies the truth of the allegations set forth in paragraph "16" of the Complaint 16. and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 17. Denies the truth of the allegations set forth in paragraph "17" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
- 18. Denies the truth of the allegations set forth in paragraph "18" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.

- 19. Denies the truth of the allegations set forth in paragraph "19" of the Complaint and respectfully refers the Court to the document referred to therein for a true and complete statement of its content and legal import.
 - 20. Denies the truth of the allegations set forth in paragraph "20" of the Complaint.
 - 21. Denies the truth of the allegations set forth in paragraph "21" of the Complaint.
 - 22. Denies the truth of the allegations set forth in paragraph "22" of the Complaint.
 - 23. Denies the truth of the allegations set forth in paragraph "23" of the Complaint.
 - 24. Denies the truth of the allegations set forth in paragraph "24" of the Complaint.
 - 25. Denies the truth of the allegations set forth in paragraph "25" of the Complaint.
 - 26. Denies the truth of the allegations set forth in paragraph "26" of the Complaint.
 - 27. Denies the truth of the allegations set forth in paragraph "27" of the Complaint.

AS AND FOR A FIRST AFFIRMATIVE DEFENSE

28. The Complaint fails to state any cause of action against the defendant upon which this Court can or should grant relief.

AS AND FOR A SECOND AFFIRMATIVE DEFENSE

29. Plaintiff failed to substantially complete its obligations under its agreement with defendant.

AS AND FOR A THIRD AFFIRMATIVE DEFENSE

30. Plaintiff failed to serve predicate notices required as a condition precedent to commencing this action. Accordingly, the Complaint must be dismissed.

AS AND FOR A FOURTH AFFIRMATIVE DEFENSE

31. This action is barred by the documentary evidence.

AS AND FOR A FIFTH AFFIRMATIVE DEFENSE

32. This action is barred by the doctrine of unclean hands

AS AND FOR AN SIXTH AFFIRMATIVE DEFENSE

33. This Court lacks personal jurisdiction over defendant inasmuch as the summons and complaint were not served upon it in accordance with the requirements of law.

AS AND FOR A SEVENTH AFFIRMATIVE DEFENSE

34. Assuming without conceding that a default has occurred, the default was caused, in whole, by the culpable conduct of the plaintiff and others, including plaintiff's wrongful conduct which has delayed, frustrated and hindered defendant's ability to comply with its obligations under the parties' agreement and not by any conduct, act or omission of the defendant.

AS AND FOR A THIRD PARTY COMPLAINT AGAINST CORNICK GARBLER & SANDLER LLP

PARTIES

- 35. At all times relevant hereto, defendant/third party plaintiff 1974 Realty Associates ("Associates") was the owner of 1974 51st Street, Brooklyn, New York ("Premises"), a rental apartment building located in the County of Brooklyn, that is encumbered by mortgages held by plaintiff.
- 36. Upon information and belief, at all times relevant hereto, third party defendant Cornick Garbler & Sandler LLP ("CG&S) was a certified public accounting firm with an address at 630 Third Avenue, New York, New York.
- 37. Upon information and belief, at all times relevant hereto, CG&S acted as the accountants for Associates, charged with, among other things, overseeing Associates' financial affairs, and preparing schedules, financial statements and tax returns

FACTS COMMON TO ALL CAUSES OF ACTION

38. Associates acquired ownership of the Premises on or about November 24, 1987. The Premises were among several dilapidated and abandoned buildings in a community suffering from the effects of crime and poverty and which contributed to the severe urban blight plaguing its residents. In accordance with various municipal government programs designed to remedy the blight and pursuant to a building loan agreement and related documents executed by and between Associates, plaintiff and the City of New York, acting through its Department of Housing Preservation and Development ("HPD"), Associates rehabilitated the Premises in 1989

and began to lease the renovated apartments to members of the Borough Park community that had been displaced from their homes.

- 39. In conjunction with the acquisition and rehabilitation of the Premises, Associates entered into a series of notes, mortgages and other instruments (collectively, "Mortgage Agreements") evidencing the construction and permanent loan financing advanced to it by plaintiff and HPD. Upon information and belief, plaintiff is the lender of a fraction of the proceeds of the construction loan ("Construction Loan") portion of the financing obtained by Associates in conjunction with the acquisition of the Premises (in the principal sum of one hundred sixty five thousand dollars (\$165,000)), the balance having been lent by HPD, but plaintiff acts as the servicer for all of the Mortgage Agreements.
- 40. As is relevant here, the Mortgage Agreements provide that Associates must convert the Construction Loan to permanent financing on or before April 1, 1999 ("Conversion").
- 41. Upon information and belief, a necessary component to accomplish the Conversion is a potential new lenders' review of Associates' certified financial statements ("Statements"). Upon further information and belief, HPD has, in concept, agreed to convert the Construction Loan to permanent financing and has requested the Statements from Associates so as to further the Conversion process.
- 42. As the independent outside accountants for Associates, CG&S acting ostensibly for Associate's interest only, CG&S were fiduciaries in a relationship founded on trust and confidence, charged with the duty to act with integrity and to maintain their fidelity and undivided loyalty to Associates. Upon information and belief, since 1989, CG&S (and its

predecessor Frank & Zimmer) has been continuously overseeing the financial affairs of Associates and has prepared and maintained the Statements, which are the property of Associates.

- Upon information and belief, acting under the influence and control of certain_ 43. dissident members of Associates, CG&S has steadfastly refused to turn over pertinent and material information required before the Statements may be drafted, and has otherwise withheld proprietary information of Associates despite numerous demands by Associates.
- Upon information and belief, Associates' contractual relationship with the 44. plaintiff has been interfered with and Associates' ability to accomplish a Conversion has been frustrated by, among other things, CG&S's unreasonable refusal to release critical information Associates needs to prepare the Statements.

AS AND FOR A FIRST CAUSE OF ACTION

- Defendant/third party plaintiff repeats and realleges the foregoing paragraphs as 45. though fully set forth at length herein.
- On or about May 28, 2002, plaintiff filed a complaint in the Supreme Court of the 46. State of New York, County of Kings claiming a default by Associates under the Mortgage Agreements. The default is ostensibly because of Associates' alleged current inability to convert the Construction Loan to permanent financing, and not due to any failure of payment under the Mortgage Agreements.
- Without admitting the truth of the claim that a default currently exists as alleged 47. in the complaint, the inability to accomplish a Conversion is as a result of CS&G's wrongful and intentional conduct, including but not limited to, refusing to release to Associates proprietary information necessary to prepare the Statements.

- Associates has no liability with respect to any of the claims at issue herein. 48. Nevertheless, in the event plaintiff recovers judgment against Associatess, such judgment shall have been caused, in whole, by the culpable conduct of CS&G.
- Associates is entitled to be indemnified by CS&G at common law for any and all 49. amounts he may be obligated to pay plaintiff.
- 50. Accordingly, Associates demands judgment over and against CS&G for contribution and/or indemnification with respect to any amounts found to be due to plaintiff.

AS AND FOR A SECOND CAUSE OF ACTION

- 51. Defendant/third party plaintiff repeats and realleges the foregoing paragraphs as though fully set forth at length herein.
- 52. As agents of Associates, CS&G owed a fiduciary duty to Associates of undivided loyalty, good faith and diligence.
- 53. CS&G acted to inflict damage on Associates by, among other things, neglecting their duties to Associates and wrongfully withholding proprietary information necessary to prepare the Statements that is property of Associates, despite due demand.
- By wrongfully neglecting their duties to plaintiff, CS&G has prevented 54. Associates from complying with its obligations under the Mortgage Agreements to procure permanent financing. Associates has suffered damages and is currently threatened with the forfeiture of the Premises, all of which could have been obviated, had CS&G fulfilled its obligations.
- 55. Associates has suffered and will continue to suffer damages as a result of said breach in an amount to be determined at trial.

AS AND FOR A THIRD CAUSE OF ACTION

- 56. Defendant/third party plaintiff repeats and realleges the foregoing paragraphs as though fully set forth at length herein.
- 57. CS&G knew of the existence of the Mortgage Agreements between Associates and plaintiff and knew that pursuant to the Mortgage Agreements, in order to complete the Conversion, the proprietary information necessary to prepare the Statements is essential.
- 58. CS&G intentionally, maliciously and improperly interfered with Associates' contractual relationship with plaintiff by, among other things, unreasonably refusing to turn over proprietary information necessary to prepare the Statements necessary for the Conversion.
- 59. CS&G had no legitimate or economic or business purpose for refusing to turn over proprietary information necessary to prepare the Statements, and upon information and belief, did so at the behest of and in collusion with certain dissident members of Associates, as part of a malicious and improper campaign by those dissidents to take over control of Associates.
- 60. CS&G's effort to interfere with Associate's ability to perform its duties under the Mortgage Agreements was successful, in that HPD has since refused to agree to fund the Conversion and plaintiff has since commenced the underlying action.
- 61. Upon information and belief, CS&G acted in bad faith in connection with its withholding of proprietary information necessary to prepare the Statements to the detriment of Associates and plaintiff.
- 62. Associates has suffered and continues to suffer damages as a result of CS&G's tortious and intentional interference in an amount to be determined at trial.

AS AND FOR A FOURTH CAUSE OF ACTION

- 63. Defendant/third party plaintiff repeats and realleges the foregoing paragraphs as though fully set forth at length herein.
- 64. CS&G possess certain records owned by Associates, including the proprietary information necessary to prepare the Statements and other documents pertaining to the Premises.
- 65. CS&G is absolutely required to deliver to Associates all such materials in their possession that are the property of Associates.
- 66. Despite plaintiff's demand, CS&G has refused to deliver the materials to Associates.
 - 67. CS&G has no rights or interest in or to the materials.
- 68. Associates is entitled to an order directing CS&G to turnover all documents belonging to Associates in its possession, custody or control, including the proprietary information necessary to prepare the Statements, or in the alternative, and order for damages in an amount to be determined at trial.

WHEREFORE, Associates demands judgment as follows:

- i.) dismissing the complaint in its entirety;
- ii.) On its First Cause of Action against third party defendant CS&G, in the event that plaintiff recovers, judgment over and against Associates for indemnification with respect to any amounts found to be due to plaintiff.
- iii.) On its Second Cause of Action against third party defendant CS&G, damages in an amount to be determined at trial.

- iv.) On its Third Cause of Action against third party defendant CS&G, damages in an amount to be determined at trial.
- v.) On its Fourth Cause of Action against third party defendant CS&G, an order directing CS&G to turnover all documents belonging to Associates in its possession, custody or control, including the proprietary information necessary to prepare the Statements, or in the alternative, an order for damages in an amount to be determined at trial
 - vi.) The costs and expenses of this action, including, reasonable attorneys fees.
 - vii.) For such other relief as to this Court seems just and proper.

Dated: New York, New York November 25, 2003

> By: Evan R. Schieber Starr Associates LLP

Attorneys for defendant/third party-plaintiff 245 Fifth Avenue New York, New York 10016

(212) 620-2681

ATTORNEY CERTIFICATION

To the best of my knowledge, information and belief, formed after an inquiry reasonable under the circumstances, the presentation of the papers herein are not frivolous as defined in subsection (c) of section 130-1.1 of NYCRR.

Evan R. Schieber

Dated: New York, New York November 25, 2003

THE COMMUNITY PRESERVATION CORPORATION - against - 1974 REALTY ASSOCIATES, - against - CORNICK GARBLER & SANDLER THIRD PARTY SU	Plaintiff, Defendants. Third Party Plaintiff Third Party Defendants UMMONS AND COMPLAINT		
STARR ASSOCIATES LLP Attorney(s) for Defendants/Third Party Plaintiff Office and Post Office Address, Telephone 245 FIFTH AVENUE SUITE 1102 NEW YORK, N.Y. 10016 TELEPHONE (212) 620-2680			
То	Signature (Rule 130-1.1-a) Print name beneath		
•			
	Service of a copy of the within is hereby admitted.		
Attorney(s) for	Service of a copy of the within is hereby admitted. Dated:		
PLEASE TAKE NOTICE: NOTICE OF ENTRY that the within is a (certified) true copy of a duly entered in the office of the clerk of the w NOTICE OF SETTLEMENT that an order will be presented for settlement to the HON. within named Court, at on at Dated,	Dated:		
PLEASE TAKE NOTICE: NOTICE OF ENTRY that the within is a (certified) true copy of a duly entered in the office of the clerk of the w NOTICE OF SETTLEMENT that an order will be presented for settlement to the HON. within named Court, at on at	Dated: of which the within is a true copy one of the judges of the		

COUNTY OF KINGS	THE STATE OF NEW YORK	-
THE COMMUNITY PRE	SERVATION	
	Plaintiff,	Index No. 21023/02
-against-		
1974 REALTY ASSOCIATES,		Third-Party Index No. 76247/03
	Defendant.	70247703
1974 REALTY ASSOCIA	TES,	
	Third-Party Plaintiff,	ANSWER TO THIRD- PARTY COMPLAINT
-against-	- van	
CORNICK GARBER & S	SANDLER,	
	Third-Party Defendant.	

Third-Party Defendants Cornick Garber & Sandler, LLP ("CGS"), by its attorneys,

Vedder, Price, Kaufman & Kammholz, P.C., as and for its answer to the third-party complaint of

Defendant/Third-Party Plaintiff 1974 Realty Associates ("1974"):

- 1. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 35 of 1974's Answer and Third-Party Complaint (the "TPC").
- 2. Denies the allegations contained in paragraph 36 of the TPC, except admits that CGS is a limited liability partnership organized under the laws of the State of New York with its principal place of business at 630 Third Avenue, New York, New York, that is engaged in the business of, inter alia, providing accounting, tax and other services for which it has been engaged by its clients.

- 3. Denies the allegations contained in paragraph 37 of the TPC, except admits that 1974 engaged CGS to perform certain accounting and tax services.
- 4. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 38 of the TPC.
- 5. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 39 of the TPC.
- 6. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 40 of the TPC.
- 7. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 41 of the TPC.
- 8. Denies the allegations contained in paragraph 42 of the TPC, except admits that CGS was engaged by 1974 to perform certain specific services and that CGS has done so.
- 9. Denies the allegations contained in paragraph 43 of the TPC. CGS further states that, pursuant to request, it has provided copies of tax returns, financial statements, trial balances, adjusting entries and other materials to 1974.
 - 10. Denies the allegations contained in paragraph 44 of the TPC.
- 11. With respect to paragraph 45 of the TPC, reasserts and realleges the foregoing paragraphs as if set forth at length.

- 12. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 46 of the TPC, and respectfully refers the Court to the Complaint in the action referred to for a complete and accurate statement of its contents.
 - 13. Denies the allegations contained in paragraph 47 of the TPC.
 - 14. Denies the allegations contained in paragraph 48 of the TPC.
 - 15. Denies the allegations contained in paragraph 49 of the TPC.
 - 16. Denies the allegations contained in paragraph 50 of the TPC.
- 17. With respect to paragraph 51 of the TPC, reasserts and realleges the foregoing paragraphs as if set forth at length.
 - 18. Denies the allegations contained in paragraph 52 of the TPC.
- 19. Denies the allegations contained in paragraph 53 of the TPC. CGS further states that, pursuant to request, it has provided copies of tax returns, financial statements, trial balances, adjusting entries and other materials to 1974.
 - 20. Denies the allegations contained in paragraph 54 of the TPC.
 - 21. Denies the allegations contained in paragraph 55 of the TPC.
- 22. With respect to paragraph 56 of the TPC, reasserts and realleges the foregoing paragraphs as if set forth at length.
 - 23. Denies the allegations contained in paragraph 57 of the TPC.

- 24. Denies the allegations contained in paragraph 58 of the TPC. CGS further states that, pursuant to request, it has provided copies of tax returns, financial statements, trial balances, adjusting entries and other materials to 1974.
 - 25. Denies the allegations contained in paragraph 59 of the TPC.
 - 26. Denies the allegations contained in paragraph 60 of the TPC.
 - 27. Denies the allegations contained in paragraph 61 of the TPC.
 - 28. Denies the allegations contained in paragraph 62 of the TPC.
- 29. With respect to paragraph 63 of the TPC, reasserts and realleges the foregoing paragraphs as if set forth at length.
 - 30. Denies the allegations contained in paragraph 64 of the TPC.
- 31. Denies the allegations contained in paragraph 65 of the TPC, except admits that if it had property of 1974 in its possession, it would be required to make such property available to 1974, and further states that, pursuant to request, it has provided copies of tax returns, financial statements, trial balances, adjusting entries and other materials to 1974.
- 32. Denies the allegations contained in paragraph 66 of the TPC. CGS further states that it has provided copies of tax returns, financial statements, trial balances, adjusting entries and other materials to 1974.
 - 33. Denies the allegations contained in paragraph 67 of the TPC.
 - 34. Denies the allegations contained in paragraph 68 of the TPC.

FIRST AFFIRMATIVE DEFENSE

The TPC fails to state a cause of action upon which relief may be granted. 35.

SECOND AFFIRMATIVE DEFENSE

The services performed by CGS for 1974 were performed pursuant to an 36. engagement letter between CGS and 1974, duly subscribed on behalf of both CGS and 1974, which provided as follows:

> "All disputes arising out of our services in connection with this engagement (including those regarding the scope, nature and quality of the services performed by us) shall be submitted to arbitration before and under the commercial rules of the American Arbitration Association and all determinations of the arbitrator shall be final and binding."

Accordingly, the causes of action that 1974 purports to assert herein must, by 37. agreement of the parties, be heard in the arbitration forum provided for in the engagement letter. Accordingly, this action must be dismissed or stayed in favor of such an arbitration, and 1974 IS required to arbitrate the claims it purports to assert in the TPC.

THIRD AFFIRMATIVE DEFENSE

Any damages suffered by 1974 are solely the result of its own negligent or 38. otherwise culpable conduct. Accordingly, 1974 may not have any recovery from CGS. Alternatively, any recovery by 1974 from CGS must be reduced in proportion to 1974's own negligent or otherwise culpable conduct.

FOURTH AFFIRMATIVE DEFENSE

Any damages suffered by 1974 are solely the result of the negligent or otherwise 39. culpable conduct of persons or entities who are not parties to this action. Accordingly, 1974 may not have any recovery from CGS. Alternatively, any recovery by 1974 from CGS must be reduced in proportion to the negligent or otherwise culpable conduct of the aforementioned persons or entities.

FIFTH AFFIRMATIVE DEFENSE

40. 1974's claims are barred, in whole or in part, by the doctrines of waiver, estoppel, ratification and/or laches.

SIXTH AFFIRMATIVE DEFENSE

41. 1974 has failed to take reasonable and feasible steps to mitigate or minimize any damages it may have suffered.

WHEREFORE, Third-Party Defendant Cornick Garber & Sandler, LLP, respectfully requests that this Court enter judgment:

- 1. dismissing the Third-Party Complaint with prejudice;
- 2. awarding Cornick Garber & Sandler, LLP the costs and disbursements of this action, including reasonable attorneys' fees; and
 - 3. granting such other and further relief as the Court may deem just and proper.

Dated: New York, New York December 23, 2003

VEDDER, PRICE, KAUFMAN & KAMMHOLZ, P.C.

John H. Eickemeyer 808 Third Avenue

New York, New York 10022

(212) 407-7700

Attorneys for Third-Party Defendant Cornick Garber & Sandler, LLP

ATTORNEY CERTIFICATION PURSUANT TO 22 NYCRR 130-1.1

Pursuant to 22 NYCRR 130-1.1, the undersigned, an attorney admitted to practice in the courts of New York State, certifies that, upon information and belief, and after reasonable inquiry, the contentions contained in the annexed document(s) are not frivolous.

Dated: December 23, 2003	
Signature:	
Print Signer's Name: John H. Eickemeyer	

SUPREME COURT OF THE STA COUNTY OF KINGS		•
THE COMMUNITY PRESERVA		
	Plaintiff(s),	NOTICE OF RETURN
-against-		Index No. 21023/02
1974 REALTY ASSOCIATES,		
	Defendant(s).	
1974 REALTY ASSOCIATES,		
-against-	Third Party Plaintiff,	Index No. 76247/03
CORNICK, GARBLER & SANDL	ER, LLP	
	Third Party Defendant.	
		ovember 25, 2003 is returned to
you herewith as a nullity upon the g	ground that the time within	which to serve such pleading as of
right has elapsed and no extension	of time for such service has	been granted.
PLEASE TAKE FURTHER NOTICE, that your third party summons and complaint		

PLEASE TAKE FURTHER NOTICE, that your third party summons and complaint dated November 25, 2003 is returned to you herewith as a nullity upon the ground that this office is not authorized to accept service of process on behalf of The Community Preservation Corporation which lack of authorization was specifically advised to your process server.

Dated: East Meadow, New York
December 4, 2003

Yours etc.,

CERTILMAN BALIN ADLER & HYMAN LLP

SUSAN L. McWALTERS

Attorneys for Plaintiff

90 Merrick Avenue

East Meadow, New York 11554

516-296-7100

FO: Evan R. Schieber, Esq.
STARR ASSOCIATES LLP
245 Fifth Avenue
New York, NY 10016

SUPREME COURT OF TH COUNTY OF KINGS	E STATE OF NEW YORK	
THE COMMUNITY PRES	ERVATION	
	Plaintiff,	Index No. 21023/02
-against-		
1974 REALTY ASSOCIATES,		Third-Party Index No. 76247/03
	Defendantx	
1974 REALTY ASSOCIA		
	Third-Party Plaintiff,	ANSWER TO THIRD- PARTY COMPLAINT
-against-		
CORNICK GARBER & S	ANDLER,	
	Third-Party Defendant.	K
	lants Cornick Garber & Sandler, I	

Vedder, Price, Kaufman & Kammholz, P.C., as and for its answer to the third-party complaint of Defendant/Third-Party Plaintiff 1974 Realty Associates ("1974"):

allegations contained in paragraph 35 of 1974's Answer and Third-Party Complaint (the "TPC").

1.

engaged by its clients.

Denies knowledge or information sufficient to form a belief as to the truth of the

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- 11. With respect to paragraph 45 of the TPC, reasserts and realleges the foregoing paragraphs as if set forth at length.

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- 29. With respect to paragraph 63 of the TPC, reasserts and realleges the foregoing paragraphs as if set forth at length.
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- 31. Denies the allegations contained in paragraph 65 of the TPC, except admits that if it had property of 1974 in its possession, it would be required to make such property available to 1974, and further states that, pursuant to request, it has provided copies of tax returns, financial statements, trial balances, adjusting entries and other materials to 1974.
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 - 33. Denies the allegations contained in paragraph 67 of the TPC.
 - 34. Denies the allegations contained in paragraph 68 of the TPC.

FIRST AFFIRMATIVE DEFENSE

35. The TPC fails to state a cause of action upon which relief may be granted.

SECOND AFFIRMATIVE DEFENSE

36. The services performed by CGS for 1974 were performed pursuant to an engagement letter between CGS and 1974, duly subscribed on behalf of both CGS and 1974, which provided as follows:

"All disputes arising out of our services in connection with this engagement (including those regarding the scope, nature and quality of the services performed by us) shall be submitted to arbitration before and under the commercial rules of the American Arbitration Association and all determinations of the arbitrator shall be final and binding."

37. Accordingly, the causes of action that 1974 purports to assert herein must, by agreement of the parties, be heard in the arbitration forum provided for in the engagement letter. Accordingly, this action must be dismissed or stayed in favor of such an arbitration, and 1974 IS required to arbitrate the claims it purports to assert in the TPC.

THIRD AFFIRMATIVE DEFENSE

38. Any damages suffered by 1974 are solely the result of its own negligent or otherwise culpable conduct. Accordingly, 1974 may not have any recovery from CGS. Alternatively, any recovery by 1974 from CGS must be reduced in proportion to 1974's own negligent or otherwise culpable conduct.

FOURTH AFFIRMATIVE DEFENSE

39. Any damages suffered by 1974 are solely the result of the negligent or otherwise culpable conduct of persons or entities who are not parties to this action. Accordingly, 1974 may

not have any recovery from CGS. Alternatively, any recovery by 1974 from CGS must be reduced in proportion to the negligent or otherwise culpable conduct of the aforementioned persons or entities.

FIFTH AFFIRMATIVE DEFENSE

40. 1974's claims are barred, in whole or in part, by the doctrines of waiver, estoppel, ratification and/or laches.

SIXTH AFFIRMATIVE DEFENSE

41. 1974 has failed to take reasonable and feasible steps to mitigate or minimize any damages it may have suffered.

WHEREFORE, Third-Party Defendant Cornick Garber & Sandler, LLP, respectfully requests that this Court enter judgment:

- 1. dismissing the Third-Party Complaint with prejudice;
- 2. awarding Cornick Garber & Sandler, LLP the costs and disbursements of this action, including reasonable attorneys' fees; and
 - 3. granting such other and further relief as the Court may deem just and proper.

Dated: New York, New York December 23, 2003

VEDDER, PRICE, KAUFMAN & KAMMHOLZ, P.C.

John H. Eickemeyer

80% Third Avenue

New York, New York 10022

(212) 407-7700

Attorneys for Third-Party Defendant Cornick Garber & Sandler, LLP

ATTORNEY CERTIFICATION PURSUANT TO 22 NYCRR 130-1.1

Pursuant to 22 NYCRR 130-1.1, the undersigned, an attorney admitted to practice in the courts of New York State, certifies that, upon information and belief, and after reasonable inquiry, the contentions contained in the annexed document(s) are not frivolous.

Dated: December 23, 2003	
Signature:	
Print Signer's Name: John H. Eickemeyer	

(23)	N/O SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS
	THE COMMUNITY PRESERVATION CORPORATION,
	Plaintiff,
V	- against - /

1-14-04 Index No. 21023/02

NOTICE OF MOTION

1974 REALTY ASSOCIATES,	* /
Defendant.	
SIRS:	1.71

PLEASE TAKE NOTICE, upon the annexed affidavit of JEROME S. REZNICK, sworn to the 27^{th} day of October, 2003 , and upon all of the pleadings herein the undersigned will move this Court at a Mortgage Foreclosure Part, Room 274, of the Supreme Court, Kings, County, 360 Adams Street, Brooklyn, New York on the 3rd day of December, 2003 at 2:30 P.M. o'clock in the afternoon or as soon thereafter as counsel can be heard for an Order: (1) pursuant to CPLR 1012 (a) 2, 3 permitting PR and PR Realty Corp., to intervene in this action on the grounds that the interests of PR & PR Realty Corp. are not being properly represented and that it will be bound and adversely affected by the judgment; (2) amending the summons and complaint herein by adding PR & PR Receive Corp. as a party defendant and deeming the proposed answer annexed hereto as houring been served and (3) enjoining and restraining Jonathan Poole and his attorney, Andrea Rochelle from participating in or having any control of the issues involved, in this litigation; and (4) for such other and further relief as to this Court may see his cond proper.

PLEASE TAKE FURTHER NOTICE, pursuant to CPLR 2214 (b) answering affidavits, if any, are required to be served upon the undersigned at least seven days prior to the return date of this motion.

Dated: New York, New York October 28, 2003

> M. LEVY & A. JOSEPH TANDET Attorneys for PR/& PR Realty Corp. Office & P.O. Address 488 Madison Avenue - 11th Floor New York, New York 10022 (212) 486-9494

To:

Certilman Balin Adler & Hyman Attorneys for CPC 90 Merrick Avenue East Meadow, New York 11554

Andrea Rochelle, Esq Starr Associates Attorneys For 1974 Realty Associates 57 West 37th Street New York, New York 10018

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS	
THE COMMUNITY PRESERVATION CORPORATION,	Index No. 21023/02
Plaintiff,	HIGGA IIO. BIOLO, OL
	REPLY AFFIRMATION
- against -	
1974 REALTY ASSOCIATES,	IS-19
Defendant.	IS-19 1-7-04
STATE OF NEW YORK)) ss:	· ·
COUNTY OF NEW YORK)	

EDWIN M. LEVY, deposes and says::

- 1. That I am one of the attorneys for PR & PR REALTY CORP., (hereinafter referred to as "PR"), a Limited Partnership and I am duly admitted to practice law before the Courts of the State of New York and submit this affirmation under the penalties of perjury.
- 2. I am fully familiar with all of the pleadings and proceedings heretofore had herein and submit this Reply to the affidavit of Jonathan Poole (hereinafter referred to as "Poole") submitted in opposition to PR's motion to intervene in this proceeding.
- 3. Once again Poole seeks refuge behind the "Arbitration Clause" of the Limited Partnership Agreement. PR is not seeking any relief as against Poole or the defendant, 1974 Realty Associates. Poole complains that the "Arbitration" was never conducted. Yet, he fails to inform the Court that he previously moved to stay arbitration and the Court directed him to proceed with the arbitration, which he has resisted.

5. In the face a foreclosure proceeding which Poole concealed from the other

members of the Limited Partnership, without Poole's cooperation, time would not permit

the arbitration process to have any affect upon this proceeding.

6. If this Court should determine that this matter proceed to arbitration it is

respectfully requested that in view of Poole's history of avoiding the arbitration process,

that an Order be made directing him and the defendant to submit to the arbitration

process. In order that there be no further confusion, the Court should direct the manner

in which the "non-binding" arbitration should proceed.

7. The specific allegations of wrong doing as alleged in paragraph "7" of the

moving affidavit of Jerome S. Reznick, none of which have been denied by Poole, were

merely intended to demonstrate to this Court that Poole is not competent, nor is he

empowered, to direct the affairs of the defendant. Clearly, his usurping of this control has

already irreparably damaged the defendant and will continue to do so unless he is

restrained and enjoined.

WHEREFORE, it is respectfully requested that the within motion be granted.

Dated: New York, New York December 3, 2003

SUPREME COURT STATE OF NEW YORK, COUNTY OF KINGS	Index No.	
THE COMMUNITY PRESERVATION CORPORATION		Year 19
Plaintiff,	,	
- against -		
1974 REALTY ASSOCIATES,		
Defendant.		
REPLY AFFIRMATION		
EDWIN M. LEVY Attorney(s) for PR & PR Realty Office and Post Office Address, Tele 488 Madison Ave., 11th Fl Cl New York, N.Y. 10022 7	phone	
То	Service of a copy of the wish shereby admitted. Dated Dated Dated Dated Dated Dated	ithin 19
Attorney(s) for	Certilman Salur L	The state of the s
PLEASE TAKE NOTICE:	By N Kin	
that the within is a (certified) true copy of a duly entered in the office of the clerk of the within named court on NOTICE OF SETTLEMENT that an officer		19
will be presented for settlement to the HON. within named Court, at on 19 at M. Dated, Yours, etc.	of which the within is a tru one of the judges	e copy of the

EDWIN M. LEVY

	Document 6. Filed 05/14/	201) Page 17 of 12	
(23)	SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS THE COMMUNITY PRESERVATION CORPORATION,	DR)	JD 18
\mathcal{V}	Plaintiff,	Index No. 21023/02	1-14-0

- against -

NOTICE OF MOTION

1974 REALTY ASSOCIATES,		
	Defendant.	

SIRS:

PLEASE TAKE NOTICE, upon the annexed affidavit of JEROME S. REZNICK, sworn to the 27^{th} day of October, 2003 , and upon all of the pleadings herein the undersigned will move this Court at a Mortgage Foreclosure Part, Room 274, of the Supreme Court, Kings, County, 360 Adams Street, Brooklyn, New York on the 3rd day of December, 2003 at 2:30 P.M. o'clock in the afternoon or as soon thereafter as counsel can be heard for an Order: (1) pursuant to CPLR 1012 (a) 2, 3 permitting PR and PR Realty Corp., to intervene in this action on the grounds that the interests of PR & PR Realty Corp. are not being properly represented and that it will be bound and adversely affected by the judgment; (2) amending the summons and complaint herein by adding PR & PR Realty Corp. as a party defendant and deeming the proposed answer annexed hereto as having been served and (3) enjoining and restraining Jonathan Poole and his attorney, Andrea Rochelle from participating in or having any control of the issues involved in this litigation; and (4) for such other and further relief as to this Court may seem just and proper.

Case 1:10-cv-04381-PAC Document 6 Filed 05/14/2010 Page 1/18 of 123 | 5-14 | 1/4 |

SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS

THE COMMUNITY PRESERVATION CORPORATION, | Plaintiff, | Index No. 21023/02 | - against - NOTICE OF CROSS MOTION

0

1974 REALTY ASSOCIATES

Defendant(s).

1974 REALTY ASSOCIATES,

Third Party Plaintiff,

- against -

CORNICK GARBLER & SANDLER LLP.

Third Party Defendant.

KINGS COUNTY
SUPREME COURT
MOTION SUPPORT
APPROVED
DATE

NOTICE OF CROSS MOTION

M

PLEASE TAKE NOTICE, that upon the annexed affidavit of Jonathan Poole, sworn to January 13, 2004, the exhibits annexed thereto, the undersigned will cross-move this Court, in the Foreclosure Motion Part of this Court, Room 274 at the Courthouse located at 360 Adams Street, New York, County of Kings on the 21st day of January, 2004 at 9:30 o'clock in the forenoon of that day or as soon thereafter as counsel can be heard, for an Order (i) pursuant to CPLR 3211(e), dismissing the complaint on the ground that the Court lacks Parisdiction over defendant, or in the alternative; (ii) pursuant to CPLR 5015(a)(1) and 5015(a)(1), vacating both (a) defendant's default in answering the complaint and (b) a prior order of this Court dates. October 7, 2002, by which Barbara Odwak, Esq. was appointed temporary receiver of the remises and; (iii) pursuant to CPLR 3012(d), compelling plainting

DISMND.

MOTION COURT KINGS

MOTION CUT STATE OF THE

MOTION CUT STATE OF THE

POWER SERVER

C. Liberta A

SUPREME COURT OF THE STATE OF NEW YORK / KINGS COUNTY
Index No. 21023/02

THE COMMUNITY PRESERVATION CORPORATION,
Plaintiff,

-against-

1974 REALTY ASSOCIATES,

Defendant.

----- Index No. 76247/03

1974 REALTY ASSOCIATES,

Third Party Plaintiff,

-against-

CORNICK, GARBLER & SANDLER, LLP, Third Party Defendant.

State Of New York, County of New York SS:

LLOYD MCDONALD

Being duly sworn, deposes and says that he is over the age of 18 years, is not a party to this action and resides in New York.

That on the 4TH day of DECEMBER 2003, At: 2:10 PM

At: 90 MERRICK AVENUE, EAST MEADOW, NEW YORK 11554

Deponent served the Annexed: THIRD PARTY SUMMONS, THIRD PARTY COMPLAINT, STATEMENT AS TO NEW PARTY COMPLAINT

Upon: CERTILMAN BALIN & HYMAN LLP

PERSONAL SERVICE ON A LIMITED LIABILITY PARTNERSHIP

A limited liability partnership, by delivering thereat a true copy to **DIANE FRIED ESQ** personally; deponent knew the said individual to be *Authorized To Accept Service* thereof.

DESCRIPTION - Deponent describes the individual served or spoken to as follows: Sex: **FEMALE** Color: **WHITE** Hair: **BROWN** App. Age: **40** App. Ht: **5'6"** App. Wt. **130** Other identifying features:

Sworn to before me this 5TH day of **DECEMBER 2003**

NOTARY PUBLIC, State of New York No. 01MA6093090

Qualified in Queens County Commission Expires May 27, 2007 SUPREME COURT OF THE STATE OF NEW YORK / KINGS COUNTY Index No. 21023/02

THE COMMUNITY PRESERVATION CORPORATION, Plaintiff,

-against-

1974 REALTY ASSOCIATES,

Defendant.

----- Index No. 76247/03

1974 REALTY ASSOCIATES.

Third Party Plaintiff,

-against-

CORNICK, GARBLER & SANDLER, LLP, Third Party Defendant.

State Of New York, County of New York SS:

WINDSOR FLEURY

Being duly sworn, deposes and says that he is over the age of 18 years, is not a party to this action and resides in New York.

That on the 3RD day of DECEMBER 2003, At: 4:44 PM

At: 630 THIRD AVENUE, NEW YORK, NEW YORK 10022

Deponent served the Annexed: THIRD PARTY SUMMONS, THIRD PARTY COMPLAINT, STATEMENT AS TO NEW PARTY COMPLAINT

Upon: CORNOCK GARBLER & SANDLER LLP

PERSONAL SERVICE ON A LIMITED LIABILITY PARTNERSHIP

A limited liability partnership, by delivering thereat a true copy to JUAN DECONCEPCION personally; deponent knew the said individual to be Authorized To Accept Service thereof.

DESCRIPTION - Deponent describes the individual served or spoken to as follows: Sex: MALE Color: BROWN Hair: BALD App. Age: 32 App. Ht: 5'3" App. Wt. 165 Other identifying features:

Sworn to before me this 5TH day of DECEMBER 2003

NOTARY PUBLIC, State of New York

No. 01MA6093090 Qualified in Queens County

Commission Expires May 27, 2007

SUPREME COURT
STATE OF NEW YORK, COUNTY OF KINGS

Index No.

21023

Year 02

THE COMM	UNITY	PRESERVAT	TION CORPORATION	ı
----------	-------	------------------	------------------	---

- against -

1974 REALTY ASSOCIATES,

Defendants.

Plaintiff,

AFFIDAVIT OF SERVICE

STARR ASSOCIATES LLP

Attorney(s) for

Defendants

Office and Post Office Address, Telephone

245 FIFTH AVENUE SUITE 1102 NEW YORK, N.Y. 10016 TELEPHONE (212) 620-2680

To

Signature (Rule 130-1.1-a)

Print name beneath

Service of a copy of the within is hereby admitted.

Dated:

Attorney(s) for

PLEASE TAKE NOTICE:

□ NOTICE OF ENTRY

that the within is a (certified) true copy of a duly entered in the office of the clerk of the within named court on

☐ NOTICE OF SETTLEMENT

that an order
will be presented for settlement to the HON.
within named Court, at
on

М.

Dated,

SOUS DEC ET VH 3: UB

Yours, etc.

STARR ASSOCIATES LLP

of which the within is a true copy one of the judges of the Case 1:10-cv-04381-PAC Document 6 Filed 05/14/2010 Page 122 of 123

EME COURT OF THE STATE OF NEW YORK ONTY OF KINGS

THE COMMUNITY PRESERVATION CORPORATION

: Index No. 21023/02

Plaintiff,

-against-

:AFFIDAVIT IN SUPPORT OF

MOTION TO VACATE

DEFAULT AND ORDER APPOINTING RECEIVER

1974 REALTY ASSOCIATES,

"JOHN DOE #1" through "JOHN DOE #12", the last twelve names being fictitious or unknown to Plaintiff, the persons or parties intended being the tenants, occupants, persons or corporations, if any, having or claiming an interest in or lien upon the premises described in the complaint,

Defendants.

STATE OF NEW YORK

) ss:

COUNTY OF NEW YORK

MARIA PENA, being duly swom deposes and says:

- 1. I am employed by Rosedale Management Company ("Corporation"), the managing agent for defendant 1974 Realty Associates ("Associates"). This affidavit is submitted in support of Associates' motion for an order vacating a default by Associates in answering the complaint filed in this action, for the sole purpose of advising this Court of the circumstances surrounding the service of the summons and complaint on the Corporation's offices. I have personal knowledge of the facts set forth below.
- 2. My duties at the Corporation are limited to answering phones, directing visitors to appropriate offices within the space occupied by the Corporation and

mail. I have no independent authority over any files or correspondence received corporation.

- 3. In the late morning of July 25, 2002, a man entered the Corporation's offices and announced that he had "legal papers" to deliver to Associates, to which I responded simply, "leave them with me", and placed them in a pile with other mail and correspondence to be forwarded to Associates at its address at 201 Eastern Parkway, Brooklyn, New York. The man left without further conversation.
- 4. I have read the affidavit of service filed in this matter by Robert Winckelmann, in which he states that I am an office manager and authorized to accept service on behalf of the Corporation, both of which statements are simply false. I am the Corporation's receptionist and am not an officer, director, managing agent, nor am I or have I ever been an agent authorized to accept service on the Corporation's behalf. In fact, in my years of employment with the Corporation, I have never accept process on its behalf.

Dated: New York, New York November 25, 2002

MARIA PENA

Sworn to before me this 36 day of November, 2002

NOVARY PUBLIC

Joyce K. Brosnan Notary Public State of New York No. 01BR6062611 Oualified in New York County Commission Expires 8/13/2305